



## **INFORMATION SHEET 2007**

**Officer or individual to whom the ANNUAL REPORT should be mailed:**

Name Arthur A. Stank, Jr.  
Title Group Manager-Regulatory Accounting  
Street 1717 Arch Street -Floor 24 South  
City/State/Zip Code Philadelphia, PA 19103  
Telephone: 215-466-4330  
Email Address: arthur.a.stank.jr@verizon.com

*Officer or individual to whom the **NH. UTILITY ASSESSMENT** and **ASSESSMENT BILLING ADDRESS** should be mailed:*

### **ASSESSMENT BOOK**

Name John Nestor  
Title Director-Regulatory  
Street 900 Elm Street 19th Floor  
City/State/Zip Code Manchester, NH 03102  
Telephone: 603-645-2300

### **ASSESSMENT BILLING ADDRESS**

Name  
Title  
Street  
City/State/Zip Code  
Telephone:

### **NAMES AND TITLES OF THE PRINCIPAL OFFICERS OF THE COMPANY**

**ANY SUBSEQUENT CHANGES TO INFORMATION INCLUDED SHOULD BE REPORTED TO THIS COMMISSION**

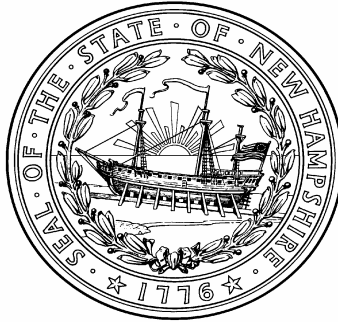
Company  
Year

**Verizon New England Inc.**  
**2007**

*Please refer to accompanying Word Document "**Instructions for Annual Report**"*

# STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

Concord, New Hampshire



Telecommunications Companies  
Incumbent Local Exchange Carrier

## ANNUAL REPORT OF

Verizon New England Inc.

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(If name was changed during the year, enter the previous name and date of change below)

*f/k/a* <Enter Previous Company Name>

*Date of Change* <Enter Date>

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FOR THE YEAR ENDED DECEMBER 31, **2007**  
*year*

FEDERAL TAX ID# \_\_\_\_\_

Officer or other person to whom correspondence should be addressed regarding this report:

Name	Arthur A. Stank, Jr.
Title	Group Manager-Regulatory Accounting
Address	1717 Arch Street- Floor 24 South Philadelphia, PA 19103
Phone Number	215-466-4330
Email Address	<a href="mailto:arthur.a.stank.jr@verizon.com">arthur.a.stank.jr@verizon.com</a>

**RSA 374:15** Every public utility shall file with the commission reports at such times, verified by oath in such manner, and setting forth such statistics and facts, as may be required by the commission.

**RSA 374:17** Neglect or refusal to file will result in a forfeiture of \$100 per day for each day in default.

**PUC Rule 407.10**-This annual report is due at the commission offices no later than March 31 of each year.

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**A-1. GENERAL INFORMATION****IDENTITY OF RESPONDENT**

Give the exact name under which the utility does business: Verizon New England Inc.

1.

Full name of any other utility acquired during the year and date of acquisition:

2.

Location of principal office: 185 Franklin Street, Boston, MA 02110

3.

State whether the utility is a corporation, joint stock association, trust or partnership, or an individual: Corporation

4.

If a corporation or association, give date of incorporation, State under whose laws incorporated, and whether incorporated under special law: October 19, 1883

5.

If incorporated under special act, given chapter and session date:

6.

Give date when company was originally organized and date of any reorganization:

7.

Name and addresses of principal offices of any corporations, trusts or associations owning, controlling or operating respondent:

8.

Name and addresses of principal offices of any corporations, trusts or associations owned, controlled or operated by the respondent:

9.

Date when respondent first began to operate as a utility: October 19, 1883

10.

If the respondent is engaged in any business not related to utility operation, provide all details\*:

11.

If the status of the respondent has changed during the year in respect to any of the statements made above, provide all details, including dates:

12.

If the utility is a foreign corporation which operated in New Hampshire prior to June 1, 1911, give date in which permission was granted to operate under NH. Rev. Stat. Ann 374:25, Exceptions and NH. Rev. Stat. Ann. 374:26 Permission.

13.

\*If engaged in operations of utilities of more than one type, give dates for each.

**OTHER PUBLISHED ANNUAL REPORTS**

☐ **REPORT TO STOCKHOLDERS/MEMBERS.** A copy of the annual report to stockholders or members [ ] was [ ] will be sent to NH PUC on or about  
Annual reports to stockholders or members are not published.

☐ **RUS REPORT.** A copy of the published annual report to the Rural Utilities Service [ ] was [ ] will be sent to NH PUC on or about  
The respondent does not report to the Rural Utilities Service

☒ **LEC REPORT.** A copy of the respondent's Annual Report for Local Exchange Carriers to NH PUC is attached.

Annual Report of Verizon New England Inc.						Year ended December 31, 2007		
A-2. LIST OF OFFICERS								
*Includes compensation received from all sources except directors fees.								
Line No.	Title of Officer		Name	Residence			Compensation*	
1	Chairman of the Board, President and Chief Executive Officer		Lawrence T. Babbio, Jr.					
2	Region President - Northern New England		Paula L. Brown					
3	Region President - Massachusetts and Rhode Island		Donna C. Cupelo					
4	Secretary		Marianne Drost					
5	Controller		Edwin F. Hall					
6	Vice President and Treasurer		Catherine T. Webster					
7	Region President - Operations (New England States)		Cheryl E. Mongell					
8	Chief Financial Officer		Robert J. Barish					
9	Vice President- Taxes		Richard P. Jankun					
10	Vice President- Taxes		Richard R. Masching					
11	Vice President- Taxes		Joseph J. McGeever					
12	Vice President, General Counsel and Secretary		Bruce P. Beausejour					
13	Chief Executive Officer		Virginia P. Ruesterholz					
14								
15								
16								
17								
18								
	* Note: For details on compensation, please refer to Verizon's Proxy Statement and New England Telephone's OTC Financials @							
	<a href="http://investor.verizon.com/sec">SEC Filings - Verizon</a>							
	<a href="http://investor.verizon.com/sec">http://investor.verizon.com/sec</a>							
A-3. LIST OF DIRECTORS								
	Name		Residence		Length of Term	Term Expires	No. of Meetings Attended Year	Annual Fees*
18	Lawrence T. Babbio, Jr.		New York, New York					
19	Robert J. Barish		Basking Ridge, NJ					
20	Bruce P. Beausejour		Boston, Massachusetts					
21	Paula L. Brown		Boston, Massachusetts					
22	Donna C. Cupelo		Boston, Massachusetts					
23	Virginia P. Ruesterholz		Basking Ridge, NJ					
24								
25								
26								
27								

**A-4. SHAREHOLDERS AND VOTING POWERS**

Line No.					
1	State total of voting power of all security holders at close of year:    Votes:				
2	State total number of shareholders of record at close of year according to classes of stock				
3					
4					
5	State the total number of votes cast at the latest general meeting:				
6	Give date and place of such meeting				
	Give the following information concerning the ten security holders having the highest voting powers in the corporation, the officers, directors and each holder of one percent or more of the voting capital stock. (Section 7, Chapter 182. Laws of 1933)				
	Name	Address	No. of Votes	Number of Shares Owned	
				Common	Preferred
7	NYNEX Corporation	140 West Street, New York, NY 10007		1	
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
		<b>Totals</b>	-	1	-

**A-5. LIST OF EXCHANGES SERVED DIRECTLY**

List individually each exchange name, exchange NXX, towns served directly, indicating those in which franchise is for limited area by an asterisk (\*) after the town/area's name.

Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers	Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers
1					16			Sub-Total Forwarded	-
2	Please refer to the sheet in this file labeled "Exchanges".				17				
3					18				
4					19				
5					20				
6					21				
7					22				
8					23				
9					24				
10					25				
11					26				
12					27				
13					28				
14					29				
15					30				
Sub-Totals Forward:				-	Totals:				-

**A-6. PAYMENTS TO INDIVIDUALS**

List here names of all individuals, partnerships, or corporations, to whom payments totaling \$10,000 or more for services rendered were made or accrued during the year, and the amount paid or accrued to each. Where payments or accruals to the individual members of a partnership or firm together total \$10,000 or more, list each individual and the amount paid or due each.

Line No.	Name	Address	Amount
1			\$ -
2	Please refer to the sheet in this file labeled "Payments".		\$ -
3			\$ -
4			\$ -
5			\$ -
6			\$ -
7			\$ -
8			\$ -
9			\$ -
10			\$ -
11			\$ -
12			\$ -
13			\$ -
14			\$ -
Total			\$ -



List all individuals, associations, partnerships, corporations or concerns with whom the company has any contract or agreement covering management or supervision of its affairs such as accounting, financing, engineering, construction, purchasing, operation, etc., and show the total amount paid to each for the year. Designate by asterisk (\*) those organizations which are "Affiliates" as defined in Chapter 182, Section 1, Laws of 1993.

Line No.	Name	Date of Contract	Date of Expiration	Character of Service	Amount Paid or Accrued for Each Class	Distribution of Accrual or Payments		
						To Fixed Capital	To Operating Exp.	To Other Accts.
1								
2								
3	Refer to Schedule I-41 for VZ-NH Costs for Services provided by Affiliates and the Sheet labeled "Payments" for payments to individuals over \$10,000.							
4								
5								
6								
7								
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18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								
31								
32					Totals	\$ -	\$ -	\$ -
32	Have copies of all such contracts or agreements been filed with the Commission?							

**A-8. IMPORTANT CHANGES DURING THE YEAR**

Give concise answers to each of the following, numbering them in accordance with the inquiries. Each inquiry should be answered. If "none" or "not applicable" states the fact, that response should be made. If information which answers an inquiry is given elsewhere in the report, reference to the schedule in which it appears will be sufficient

1. List extensions of the systems (other than additions supplementing existing facilities of the respondent whether by purchase, construction, donation or otherwise. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, and the total consideration given, monetary and otherwise.

**None**

2. If during the year, a substantial portion or all of the property of the respondent was sold, merged, or abandoned, provide all details, including the location and territory covered. In case of sale or merger, give the effective date, name and address of the successor company, and the consideration given, monetary and otherwise.

**None**

3. Purchase or sale of an operating unit or system: Give a brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any, that was required. Give the date of the journal entries, required by the Uniform System of Accounts that were submitted to the Commission.

**None**

4. Estimated increase or decrease in annual revenues due to important rate changes: State effective date and approximate amount of increase or decrease for each revenue classification and the customers affected.

**None**

5. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue: State on behalf of whom the obligation was assumed and amount of the obligation. Give reference to Commission authorization if any was required.

**Please refer to Verizon-NH's Short-Term Debt Compliance Schedule filed with the PUC on February 15, 2008 and Verizon-NH's semi-annual report of the disposition of proceeds from Long-term financing activities filed with the PUC in March 2008.**

6. Changes in articles of incorporation or amendments to charter: Explain the nature and purpose of such changes or amendments.

**None**

7. Attach a map defining the territory covered by the respondent's operations. A new map is required when changes in territory have occurred and in each year ending in 0 or 5 (e.g., 1990 or 1995). In all other years reference to the report in which the map last appears will be sufficient.

**Please refer to Verizon-NH's map filed with the PUC in January 2003.**

8. State the annual effect of each important change in wage scales. Include also the effective date and the portion applicable to operations.

**A 5-year Associate contract was ratified by the Unions in October 2003. The contract provides for a 3% lump-sum payment in lieu of a base wage increase in the first year of the contract, then base wages will increase 2% annually, beginning in the second year of the contract, for a total of 8% over the 5-year term of the contract.**

**Management wage increases are tied to individual performance and are not guaranteed. Management increases are effective the first pay period in April.**

9. State briefly the status of any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder reported on page 6, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.

**Please refer to Verizon-NE's OTC Financials @**  
[http://investor.verizon.com/income/otc\\_financials.aspx](http://investor.verizon.com/income/otc_financials.aspx)

## A-9. FINANCIAL REPORTING DISCLOSURE INSTRUCTIONS

### Footnote Disclosure:

Financial information presented in statements included within the New Hampshire Public Utilities Commission Annual Report is generally in conformance with general accepted accounting principles and the following should be disclosed:

1. Data necessary to prevent the information from being misleading. Accordingly, (a) extraordinary or material, unusual or infrequently occurring items; (b) significant principles or practices from those used in the prior year, and (c) the acquisition or disposition of significant operation, assets or liabilities should be noted.
2. Uncertainties that could affect the fairness of the information, including significant changes in the status of loss contingencies since the prior year, should be noted.
3. If revenues, costs, or expenses are accrued or deferred in a manner different from that of the prior year, the method used and the amount of such accruals or deferrals should be noted.

Please refer to Verizon-NE's OTC Financials @  
[http://investor.verizon.com/income/otc\\_financials.aspx](http://investor.verizon.com/income/otc_financials.aspx)

The limited information reported on this schedule is at a VZ-NH level. The rest of the accounts are reported at a VZ-NE level and can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.

[ARMIS Data Retrieval System](#)

F-10. BALANCE SHEET					
Assets and Other Debits					
Verizon-New Hampshire \$(000)					
Line No.	Accounts (a)	See Sch.	Current Year End Balance	Previous Year End Balance	Increase or Decrease (d)
<b>CURRENT ASSETS</b>					
1	1130 Cash				\$ -
2	1130.1 REA Cash				\$ -
3	1130.2 Cash Savings				\$ -
4	1140 Special Cash Deposits				\$ -
5	1150 Working Cash Advances				\$ -
6	1160 Temporary Investments	17	\$ -		\$ -
7	1180 Telecommunications Accounts Receivable	17	\$ -		\$ -
8	1181 Accounts Receivable Allowance-Telecom	17	\$ -		\$ -
9	1190.1 Accounts Receivable from Affiliated Co.	17	\$ -		\$ -
10	1190.2 Other Accounts Receivable	17	\$ -		\$ -
11	1191 Accounts Receivable Allow.-Affiliates	17	\$ -		\$ -
12	1200.1 Notes Receivable from Affiliated Companies	17	\$ -		\$ -
13	1200.2 Other Notes Receivable	17	\$ -		\$ -
14	1201 Notes Receivable Allow.-Affiliates	17	\$ -		\$ -
15	1210 Interest and Dividends Receivable	17	\$ -		\$ -
16	1220 Material and Supplies				\$ -
17	1290 Prepaid Rents				\$ -
18	1300 Prepaid Taxes	36B	\$ (1)	\$ (1)	\$ 0
19	1310 Prepaid Insurance				\$ -
20	1320 Prepaid Directory Expenses				\$ -
21	1330 Other Prepayments	18	\$ -		\$ -
22	1350 Other Current Assets	19	\$ -		\$ -
23	1360 Current Deferred Income Taxes-Dr.				\$ -
24	Total Current Assets				
<b>NONCURRENT ASSETS</b>					
25	1401 Investments in Affiliated Companies	17	\$ -		\$ -
26	1402 Investments in Non-Affiliated Companies	17	\$ -		\$ -
27	1406 Nonregulated Investments				\$ -
28	1407 Unamortized Debt Issuance Expense	23	\$ -		\$ -
29	1408 Sinking Funds	20	\$ -		\$ -
30	1410 Other Noncurrent Assets	21	\$ -		\$ -
31	1438 Deferred Maintenance & Retirement	22	\$ -		\$ -
32	1439 Deferred Charges	22	\$ -		\$ -
33	Total Noncurrent Assets		\$ -	\$ -	\$ -
<b>REGULATED PLANT</b>					
34	2001 Telecommunications Plant in Service	12A	\$ 2,340,649	\$ 2,290,925	\$ 49,724
35	2002 Property Held for Future Telecom. Use	12A	\$ -	\$ -	\$ -
36	2003 Telecom. Plant Under Const.-Short Term	12A	\$ 5,508	\$ 26,175	\$ (20,667)
37	2004 Telecom. Plant Under Const.-Long Term	12A	\$ -	\$ -	\$ -
38	2005 Telecommunications Plant Adjustment	12A	\$ -	\$ -	\$ -
39	2006 Nonoperating Plant	12A	\$ 1,328	\$ 1,389	\$ (61)
40	2007 Goodwill	12A	\$ -	\$ -	\$ -
41	Total Regulated Telecommunications Plant		\$ 2,347,485	\$ 2,318,489	\$ 28,996
42	3100-3200 Less: Accumulated Depreciation	14A	\$ 1,735,468	\$ 1,618,516	\$ 116,952
43	3300 Less: Accumulated Depreciation-Non op		\$ 32	\$ 32	\$ -
44	3410-3600 Less: Accumulated Amortization	15	\$ 13,758	\$ 18,601	\$ (4,843)
45	Net Telecommunications Plant		\$ 598,227	\$ 681,340	\$ (83,113)
46	Telecommunications Plant Adjustment				\$ -
47	<b>TOTAL ASSETS AND OTHER DEBITS</b>				

F-10. BALANCE SHEET					
Liabilities and Stockholders' Equity					
Verizon New Hampshire \$(000)					
Line No.	Accounts (a)	See Sch.	Current Year End Balance	Previous Year End Balance	Increase or (Decrease) (d)
<b>CURRENT LIABILITIES</b>					
1	4010 Accounts Payable	26	\$ -	\$ -	\$ -
2	4020 Notes Payable	25	\$ -	\$ -	\$ -
3	4030 Advanced Billing and Payment			\$ -	\$ -
4	4040 Customer Deposits			\$ -	\$ -
5	4050 Current Maturities-Long Term Debt		\$ -	\$ -	\$ -
6	4060 Current Maturities-Capital Leases	12D	\$ -	\$ -	\$ -
7	4070 Income Taxes-Accrued	36B	\$ 139,955	\$ 113,030	\$ 26,925
8	4080 Other Taxes-Accrued	36B	\$ 10,679	\$ 11,020	\$ (341)
9	4100 Net Current Deferred Operating Income Taxes	30B	\$ (2,174)	\$ 1,939	\$ (4,112)
10	4110 Net Current Deferred Non-Operating Income Taxes	30C	\$ 0	\$ 0	\$ -
11	4120 Other Accrued Liabilities	26	\$ -	\$ -	\$ -
12	4130 Other Current Liabilities	26	\$ -	\$ -	\$ -
13	Total Current Liabilities				
<b>LONG TERM DEBT</b>					
14	4210 Funded Debt	24	\$ -	\$ -	\$ -
15	4220 Premium on Long Term Debt			\$ -	\$ -
16	4230 Discount on Long Term Debt			\$ -	\$ -
17	4240 Reacquired Debt			\$ -	\$ -
18	4250 Obligation Under Capital Leases	12D	\$ -	\$ -	\$ -
19	4260 Advances from Affiliated Companies	24		\$ -	\$ -
20	4270 Other Long Term Debt	24		\$ -	\$ -
21	Total Long Term Debt		\$ -	\$ -	\$ -
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>					
22	4310 Other Long-Term Liabilities	29	\$ -	\$ -	\$ -
23	4320 Unamortized Operating Investment Tax Credits-Net			\$ -	\$ -
24	4330 Unamortized Non-Operating Investment Tax Credits-Net			\$ -	\$ -
25	4340 Net Non-current Deferred Operating Income Taxes	30B	\$ (35,363)	\$ 14,034	\$ (49,397)
26	4350 Net Non-current Deferred Non-Operating Income Taxes	30C	\$ 83	\$ (657)	\$ 740
27	4360 Other Deferred Credits	30A	\$ -	\$ -	\$ -
28	Total Other Liabilities and Deferred Credits				
<b>STOCKHOLDERS' EQUITY</b>					
29	4510.1 Capital Stock-Common	33	\$ -	\$ -	\$ -
30	4510.2 Capital Stock-Preferred	33	\$ -	\$ -	\$ -
31	4520 Additional Paid-in Capital	33	\$ -	\$ -	\$ -
32	4530.1 Treasury Stock-Common			\$ -	\$ -
33	4530.2 Treasury Stock-Preferred			\$ -	\$ -
34	4540 Other Capital			\$ -	\$ -
35	4550 Retained Earnings	31	\$ -	\$ -	\$ -
36	Total Stockholders' Equity		\$ -	\$ -	\$ -
37	<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>			\$ -	\$ -

**RESERVED**

F-11. INCOME STATEMENT Verizon-New Hampshire \$(000)				
Line No.	Item (a)	See Sch.	Amount for the Current Year (b)	Increase over Preceding Year (c)
	<b>INCOME</b>			
	<b>TELEPHONE OPERATING INCOME</b>			
1	Operating Revenues	34	\$ 430,754	\$ (12,971)
2	Operating Expenses	35	\$ 447,648	\$ (7,191)
3	Net Telephone Operating Revenues		\$ (16,894)	\$ (5,781)
	<b>OTHER OPERATING INCOME AND EXPENSES</b>			
4	7100 Other Operating Income and Expense	38	\$ 32	\$ (44)
5	Telephone Operating Revenue Before Taxes		\$ (16,862)	\$ (5,824)
	<b>OPERATING TAXES</b>			
6	7210 Operating Investment Tax Credits-Net		\$ (263)	\$ 48
7	7220 Operating Federal Income Taxes		\$ 21,614	\$ 8,076
8	7230 Operating State and Local Income Taxes		\$ 4,735	\$ 3,829
9	7240 Other Operating Taxes	36A	\$ 2,566	\$ (741)
10	7250 Provision for Deferred Operating Income Taxes-Net	30B	\$ (43,381)	\$ (16,519)
11	Total Operating Taxes		\$ (14,730)	\$ (5,307)
12	Net Operating Income		\$ (2,132)	\$ (517)
	<b>NON-OPERATING INCOME AND EXPENSES</b>			
13	7300 Non-Operating Income and Expenses	37	\$ 5,101	\$ (1,476)
14				
	<b>NON-OPERATING TAXES</b>			
15	7400 Non-Operating Taxes	36C	\$ 1,548	\$ 336
16				
17	Net Non-Operating Income		\$ 3,552	\$ (1,812)
18	Income Available for Fixed Charges		\$ 1,420	\$ (2,329)
	<b>INTEREST AND RELATED ITEMS</b>			
19	7510 Interest on Funded Debt	24	\$ 18,550	\$ (192)
20	7520 Interest Expense-Capital Leases	12D	\$ -	\$ -
21	7530 Amortization of Debt Issuance Expense	23	\$ 250	\$ (212)
22	7540 Other Interest Deductions		\$ 3,158	\$ 383
23	Total Interest and Related Items		\$ 21,957	\$ (21)
24	Income Before Extraordinary Items		\$ (20,537)	\$ (2,308)
	<b>EXTRAORDINARY ITEMS</b>			
25	7600 Extraordinary Items	36D	\$ -	\$ -
26				
	<b>JURISDICTIONAL DIFFERENCES AND NON-REGULATED INCOME ITEMS</b>			
27	7910 Income Effects of jurisdictional differences		\$ (1,510)	\$ (849)
28	7990 Non-Regulated Net Income		\$ -	\$ -
29	Total Jurisdictional Differences and Extraordinary Items		\$ (1,510)	\$ (849)
30	Net Income	16	\$ (22,047)	\$ (3,157)

**NOTES TO INCOME STATEMENT**

- Refunds to subscribers, in the event of an adverse decision in pending rate proceedings, would reduce the amount of "Operating revenues" for the current year by approximately : \$
- Investment credits realized were given immediate total flow through treatment in the amount of : \$
- The rate(s) used during the year in capitalizing interest during construction and basis upon which the rate(s) was determined.

**B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS**  
**Verizon-New Hampshire \$(000)**

- Report in Column (c) all amounts relating to purchases of plant accounted for in accordance with Paragraphs (1) and (2) of Puc 409.03 (b) of the Uniform System of Accounts for Telecommunications Companies.
- Each transfer or adjustment between accounts listed in this schedule, or between accounts listed in this schedule and other accounts, shall be included in column (g) and explained in a note, except the following which shall be included in columns (c) thru (f), as appropriate: (1) transfers and adjustments amounting to less than \$5,000; (2) adjustments and corrections of additions and retirements for the current or the preceding year; (3) transfers involving account 2003 and 2004, the plant accounts, the account 2002 made in connection with the closing of records of construction work orders or authorizations, and (4) routine entries relating to the acquisition, sale, retirement, or change in the use of plant, such as transfers among accounts 2111 to 2690, inclusive, 1439, 2002 and 2005.
- Credits to accounts listed in this schedule relating to property retired and charged to account 2006 "Non-Operating Plant" shall be included in column (f).
- List each of the depreciable plant accounts and all subclasses of plant in column (a) for which a depreciable rate has been determined and as a subtotal for each primary account.

Line No.	Account (a)	Balance At Beginning Of The Year (b)	CHARGES DURING THE YEAR		CREDITS DURING THE YEAR			Balance At End Of The Year (h)
			Plant Acquired From Predecessors (See Inst. 1) (c)	Other Plant Added (d)	Plant Sold With Traffic (e)	Transfers and Other Plant Retired (f)	Adjustments (Charges and Credits) (g)	
	<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>							
1	2002	Property Held for Future Telecom Use						\$ -
2	2003	Telecommunications Plant Under Construction - Short Term	\$ 26,175		\$ 9,998		\$ 30,665	\$ 5,508
3	2004	Telecommunications Plant Under Construction - Long Term						\$ -
4	2005	Telecommunications Plant Adjustment						\$ -
5	2006	Non-Operating Plant	\$ 1,389				\$ 61	\$ 1,328
6	2007	Goodwill						\$ -
7		Subtotal	\$ 27,564	\$ -	\$ 9,998	\$ -	\$ -	\$ 30,726
	<b>LAND AND SUPPORT ASSETS</b>							
8	2111	Land	\$ 4,435					\$ 4,435
9	2112	Motor Vehicles	\$ 18,461		\$ 150		\$ 667	\$ 17,944
10	2113	Aircraft	\$ -					\$ -
11	2114	Tools&Other Work Equipment	\$ 16,983		\$ 155		\$ 1,000	\$ 16,138
12	2115	Garage Work Equipment	\$ -					\$ -
13	2116	Other Work Equipment	\$ -					\$ -
14	2121	Buildings	\$ 118,228		\$ 485		\$ 380	\$ 119,809
15	2122	Furniture	\$ 1,160				\$ 33	\$ 1,127
16	2123	Office Equipment	\$ 536				\$ 138	\$ 383
17	2124	General Purpose Computers	\$ 9,435		\$ 440		\$ (1,197)	\$ 10,983
18		Subtotal	\$ 169,238	\$ -	\$ 1,230	\$ -	\$ 1,021	\$ 170,819



**B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS (continued)**  
**Verizon-New Hampshire \$(000)**

Line No.	Account (a)	Balance At Beginning Of The Year (b)	CHARGES DURING THE YEAR		CREDITS DURING THE YEAR			Balance At End Of The Year (h)
			Plant Acquired From Predecessors (See Inst. 1) (c)	Other Plant Added (d)	Plant Sold With Traffic (e)	Transfers and Other Plant Retired (f)	Adjustments (Charges and Credits) (g)	
<b>CENTRAL OFFICE SWITCHING</b>								
19	2211	Analog Electronic Switching	\$ 1		\$ -		\$ 1	\$ -
20	2212	Digital Electronic Switching	\$ 397,618		\$ 5,830		\$ 3,842	\$ 413,197
21	2215	Electro-Mechanical Switching	\$ -				\$ (13,591)	\$ -
22	2220	Operator System	\$ 1,433		\$ 3		\$ 75	\$ 1,226
23	2230	Central Office Transmission	\$ 545,149		\$ 19,280		\$ 22,951	\$ 552,594
24		Subtotal	\$ 944,201	\$ -	\$ 25,113	\$ -	\$ 26,869	\$ 967,017
<b>INFORMATION ORIGATION-TERMINATION</b>								
25	2311	Station Apparatus	\$ -					\$ -
26	2321	Customer Premises Wiring	\$ -					\$ -
27	2341	Large Private Branch Exchanges	\$ -					\$ -
28	2351	Public Telephone Terminal Equipment	\$ 4,768		\$ -		\$ 284	\$ 4,484
29	2362	Other Terminal Equipment	\$ 11,321		\$ 370		\$ 3,497	\$ 8,104
30		Subtotal	\$ 16,089	\$ -	\$ 370	\$ -	\$ 3,781	\$ 12,588
<b>CABLE AND WIRE FACILITIES</b>								
31	2411	Poles	\$ 178,522		\$ 8,271		\$ 1,375	\$ 185,673
32	2421	Aerial Cable	\$ 623,447		\$ 16,891		\$ 2,670	\$ 645,596
33	2422	Underground Cable	\$ 156,355		\$ 3,555		\$ 276	\$ 162,699
34	2423	Buried Cable	\$ 56,480		\$ 1,113		\$ 96	\$ 58,018
35	2424	Submarine Cable	\$ 1,158		\$ -			\$ 1,158
36	2426	Intrabuilding Network Cable	\$ 1,719		\$ 227		\$ (318)	\$ 2,264
37	2431	Aerial Wire	\$ -					\$ -
38	2441	Conduit System	\$ 113,988		\$ 287		\$ 95	\$ 114,431
39		Subtotal	\$ 1,131,669	\$ -	\$ 30,344	\$ -	\$ 4,512	\$ 1,169,839
<b>AMORTIZABLE ASSETS</b>								
40	2681	Capital Leases	\$ -		\$ -		\$ -	\$ -
41	2682	Leasehold Improvements	\$ 1,177	\$ -	\$ 3			\$ 1,180
42	2690	Intangibles	\$ 28,551		\$ 414		\$ 10,022	\$ 19,206
43		Subtotal	\$ 29,728	\$ -	\$ 417	\$ -	\$ 10,022	\$ 20,386
44	2001	(A/C 2110 thru 2690) (Summary A/C)	\$ 2,290,925	\$ -	\$ 57,474	\$ -	\$ 46,205	\$ 2,340,649
45		<b>Total</b>	\$ 2,318,489	\$ -	\$ 67,472	\$ -	\$ 46,205	\$ 2,347,485

**RESERVED**

**B-12B. ANALYSIS OF TELECOMMUNICATIONS PLANT-IN-SERVICE RETIRED**  
**Verizon-New Hampshire \$(000)**

1. Respondents shall report in column (b) amounts charged or credited to the accounts identified in column (a) that are related to plant sold with traffic and in column (c) amounts charged or credited to the accounts identified in column (a) that are related to other plant retired.
2. Charges to Account 3100, Accumulated Depreciation, reported in column (c) shall be reported gross salvage and cost of removal entries (see Schedule 14A).
3. In the space provided at the bottom of the schedule, respondents shall provide a full explanation of other accounts charged or credited.

Line No.	Account Charged (or Credited) (a)	AMOUNTS RELATING TO	
		Plant Sold With Traffic (b)	Other Plant Retired (c)
1	3100 Accumulated Depreciation Ref 14A		\$ 36,184
2	3200 Accumulated Depreciation - Held for Future Telecom. Use		
3	3300 Accumulated Depreciation - Non-Operating		
4	3410 Accumulated Amortization - Capitalized Leases		
5	3420 Accumulated Amortization - Leasehold Improvements		
6	3500 Accumulated Amortization - Intangible		\$ 10,022
7	3600 Accumulated Amortization - Other		
8	2006 Non-Operating Plant		
9	7150 Gains and Losses from the Disposition of Land and Artwork		
10	7160 Other Operating Gains and Losses		
11	Cash or Other Asset Account (Net Selling Price of Depreciable Plant Sold With Traffic)		
12	Cash or Other Asset Account (Net Selling Price of Nondepreciable Plant Sold)		
13	Other Accounts Specified		
14			
15	Totals	\$ -	\$ 46,206

**FULL EXPLANATION OF AMOUNTS REPORTED ABOVE ON LINE 13:**

**B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002)**

1. Respondents shall report in column (a) each item amounting individually to \$5,000 or more and report all others in the aggregate. Amounts reported on this schedule shall be rounded to the nearest thousand dollars.
2. In column (b) respondents shall enter the date the property was recorded in Account 2002, Property Held for the Future Telecommunications Use.
3. In column (c) respondents shall enter the dollars related to the property identified in column (a) at the beginning of the calendar year covered by the report.

Line No.	Location and Description of Property (a)	Date Included in Account 2002 (b)	Book cost of Property Beginning of Year (c)
1	Nothing to report		\$ -
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
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21			
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41			
42			

**B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002) (continued)**

4. In column (d) and (e) respondents shall enter additions and retirements, respectively.
5. In column (f) respondents shall enter transfers and adjustments and corrections during the calendar year and fully explain each amount recorded in column (f) which exceeds \$1,000.
6. In column (g) respondents shall enter the dollars related to the property identified in column (a) remaining Account 2002 at the close of the calendar year.

Line No.	Additions During the Year (d)	Retirements During the Year (e)	Transfers and Adjustments Charges and (Credits) (f)	Book cost of Property at End of Year (g)
1	\$ -	\$ -	\$ -	\$ -
2				\$ -
3				\$ -
4				\$ -
5				\$ -
6				\$ -
7				\$ -
8				\$ -
9				\$ -
10				\$ -
11				\$ -
12				\$ -
13				\$ -
14				\$ -
15				\$ -
16				\$ -
17				\$ -
18				\$ -
19				\$ -
20				\$ -
21				\$ -
22				\$ -
23				\$ -
24				\$ -
25				\$ -
26				\$ -
27				\$ -
28				\$ -
29				\$ -
30				\$ -
31				\$ -
32				\$ -
33				\$ -
34				\$ -
35				\$ -
36				\$ -
37				\$ -
38				\$ -
39				\$ -
40				\$ -
41				\$ -
42				\$ -

**B-12D. CAPITAL LEASES**

1. In column (a) on page 18, the respondent shall list in account number order each category of plant (Class A account level) for which capital leases are recorded.
2. In succeeding columns, respondents shall disclose in column (b) the present value of the lease commitment at the inception of the lease, in column (c) the accumulated amortization at the close of the period covered by the report, and column (d) the net book value balance at the close of the period (column b minus column c).

Line No.	Type of Property (a)	Capitalized Amount (b)	Accumulated Amortization in Account 3410 (c)	Balance (d)
1	Nothing to report			\$ -
2				\$ -
3				\$ -
4				\$ -
5				\$ -
6				\$ -
7				\$ -
8				\$ -
9				\$ -
10				\$ -
11				\$ -
12				\$ -
13				\$ -
14				\$ -
15				\$ -
16				\$ -
17				\$ -
18				\$ -
19				\$ -
20				\$ -
21				\$ -
22				\$ -
23				\$ -
24				\$ -
25				\$ -
26				\$ -
27				\$ -
28				\$ -
29				\$ -
30	<b>Total</b>	\$ -	\$ -	\$ -

**B-12D. CAPITAL LEASES (continued)**

3. In column (e) on page 19, the respondents shall list in account number each category of plant for which capital leases are recorded. Line numbers on page 2 shall correspond with line numbers on page 18.
4. In column (f) and (g) respondents shall disclose the amount of the lease obligation to be paid during the coming year to the lessor and the remaining long-term lease obligation at the close of the year covered by the report.
5. In column (h), (i) and (j), respondents shall report the annual lease cost components called for in the column headings and paid during the year covered by the report.

Line No.	Type of Property (e)	Lease Obligation		Annual Lease Cost Components		
		Current Account 4060 (f)	Long-Term Account 4250 (g)	Amortization Account 6563 (h)	Interest Account 7520 (i)	Other (j)
1	Nothing to report					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30		<b>Total</b>				
		\$ -	\$ -	\$ -	\$ -	\$ -

**B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439)**

1. Report separately each acquisition with respect to which an amount was included in account 1439 at any time during the year, except that minor acquisitions, each with a purchase price of less than \$10,000 accounted for (a) on the basis of cost of acquisition, or (b) on the basis of original cost where there were no entries in account 2005, "Telecommunications Plant Adjustment" may be reported in the aggregate on a separate line for each group.
2. List first the data relating to those acquisitions included in account 1439 at the beginning of the year (except minor acquisitions) and the list data for the acquisition during the year.

Line No.	Name of Vendor (a)	Balance at Beginning of the Year (b)	DEBITS DURING THE YEAR			
			Purchase Price (c)	Reserve Requirement (d)	Acquisitions Expenses (e)	Other (g)
1	Nothing to report					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439) (continued)**

3. Provide explanatory footnotes for each amount included in column (j).
4. Clearances of residual credit amounts from account 1439 to account 2005 shall be reported in column (h) enclosed in parentheses.

Line No.	Name of Vendor (a)	CREDITS DURING THE YEAR				
		Amounts Cleared to		Other Clearances		Balance at End Of the Year (k)
		Account 2001 (g)	Account 2005 (h)	Acct. No. (i)	Amount (j)	
1	Nothing to report					\$ -
2						\$ -
3						\$ -
4						\$ -
5						\$ -
6						\$ -
7						\$ -
8						\$ -
9						\$ -
10						\$ -
11						\$ -
12						\$ -
13						\$ -
14						\$ -
15						\$ -
16						\$ -
17						\$ -
18						\$ -
19						\$ -
20						\$ -
21	Total	\$ -	\$ -	\$ -	\$ -	\$ -

**B-13B. ANALYSIS OF TELECOMMUNICATIONS PLANT PURCHASED FROM OR SOLD TO AFFILIATES**

1. Report separately by affiliate and account number, sales and/or purchases with respect to which an amount was included in Account 2001 at any time during the year. The net book value included in column (f) shall equal gross investment less applicable accumulated depreciation and other appropriate items (column (e)).
2. A "P" in column (a) represents a purchase. An "S" in column (a) represents a sale.

Line No.	Type of Trans. (a)	Name of Affiliate (b)	Original Cost (c)	Accumulated Depreciation (d)	Other (e)	Net Book Value (f)	Fair Market Value (g)	Purchase Price (g)	Sale Price (h)
1		Nothing to report	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									

**RESERVED**

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200)**  
**Verizon-New Hampshire \$(000)**

1. Respondents shall enter in column (b) the accumulated depreciation balance at the beginning of the calendar year for each line item in column (a).
2. Respondents shall enter in column (c) the credits to accumulated depreciation as a result of charges to Account 6561, Depreciation Expense, and in column (d) other credits to accumulated depreciation. Other credits shall be noted and explained in a separate sheet accompanying the schedule. In column (e) respondents will enter the total of credits reported in columns (c) and (d).

Line No.	Plant Account (a)	Balance At Beginning Of The Year (b)	Credits During the Year		Total (e)
			Charged to Accounts 6561 (c)	Other Credits (specified) (d)	
	<b>Support Assets</b>				
1	2112 Motor Vehicles	\$ 1,222	\$ 488	\$ 100	\$ 588
2	2113 Aircraft				\$ -
3	2114 Tools&Other Work Equipment	\$ 10,153	\$ 1,168	\$ 13	\$ 1,181
4	2115 Garage Work Equipment				\$ -
5	2116 Other Work Equipment				\$ -
6	2121 Buildings	\$ 37,696	\$ 3,340	\$ -	\$ 3,340
7	2122 Furniture	\$ 1,121	\$ 46		\$ 46
8	2123 Office Equipment	\$ (654)	\$ 23		\$ 23
9	2124 General Purpose Computers	\$ 973	\$ 2,252	\$ 26	\$ 2,278
10	Total Support Assets	\$ 50,511	\$ 7,317	\$ 139	\$ 7,456
	<b>Central Office Switching</b>				
11	2211 Analog Electronic Switching	\$ 1		\$ -	\$ -
12	2212 Digital Electronic Switching	\$ 317,257	\$ 31,180	\$ 5,577	\$ 36,757
13	2215 Electro-Mechanical Switching	\$ -			\$ -
14	2220 Operator System	\$ 1,453	\$ -	\$ 2	\$ 2
15	Total Central Office Switching	\$ 318,711	\$ 31,180	\$ 5,579	\$ 36,759
	<b>Central Office Transmission</b>				
16	2230 Central Office Transmission	\$ 406,426	\$ 45,794	\$ 2,300	\$ 48,094
17	Total Central Office Transmission	\$ 406,426	\$ 45,794	\$ 2,300	\$ 48,094
	<b>Information Origination/Termination</b>				
18	2311 Station Apparatus	\$ -			\$ -
19	2321 Customer Premises Wiring	\$ -			\$ -
20	2341 Large Private Branch Exchanges	\$ -			\$ -
21	2351 Public Telephone Terminal Equipment	\$ 4,622	\$ 127		\$ 127
22	2362 Other Terminal Equipment	\$ 5,720	\$ 840	\$ 45	\$ 885
23	Total Information Origination/Termination	\$ 10,342	\$ 967	\$ 45	\$ 1,012
	<b>Cable and Wire Facilities</b>				
24	2411 Poles	\$ 108,022	\$ 10,618		\$ 10,618
25	2421 Aerial Cable	\$ 522,257	\$ 40,928		\$ 40,928
26	2422 Underground Cable	\$ 105,460	\$ 8,419		\$ 8,419
27	2423 Buried Cable	\$ 52,986	\$ 3,260		\$ 3,260
28	2424 Submarine Cable	\$ 1,215	\$ 51		\$ 51
29	2426 Intrabuilding Network Cable	\$ 1,276	\$ 144		\$ 144
30	2431 Aerial Wire	\$ -	\$ -		\$ -
31	2441 Conduit System	\$ 41,312	\$ 2,514		\$ 2,514
32	Total Cable and Wire Facilities	\$ 832,528	\$ 65,934	\$ -	\$ 65,934
33	Other Account (specify):				\$ -
34	<b>Total</b>	\$ 1,618,518	\$ 151,192	\$ 8,063	\$ 159,255

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**  
**Verizon-New Hampshire \$(000)**

3. Respondents shall report in column (f) and (h) charges (debits) to accumulated depreciation for plant sold with traffic and other plant retired, respectively. In column (h) respondents shall report other charges (debits) to accumulated depreciation. Other charges (debits) shall be noted and explained in a separate sheet accompanying the schedule. In column (i) respondents will enter the total of charges (debits) reported in columns (f), (g), and (h). In column (j) respondents shall report the balance at the close of the calendar year for each item in column (a).

Line No.	For Plant Sold with Traffic (see col. (p)) (f)	Charges During the Year		Total (i)	Balance at End Of The Year (j)
		For Other Plant Retired (see col. (V)) (g)	Other Charges (specify) (h)		
1	\$ -	\$ 407	\$ -	\$ 407	\$ 1,403
2	\$ -	\$ -		\$ -	\$ -
3	\$ -	\$ 2,013		\$ 2,013	\$ 9,321
4	\$ -	\$ -		\$ -	\$ -
5	\$ -	\$ -		\$ -	\$ -
6	\$ -	\$ 575		\$ 575	\$ 40,461
7	\$ -	\$ 33		\$ 33	\$ 1,134
8	\$ -	\$ (879)		\$ (879)	\$ 248
9	\$ -	\$ (1,087)		\$ (1,087)	\$ 4,338
10	\$ -	\$ 1,062	\$ -	\$ 1,062	\$ 56,905
11	\$ -	\$ 1		\$ 1	\$ -
12	\$ -	\$ 5,082		\$ 5,082	\$ 348,932
13	\$ -	\$ -		\$ -	\$ -
14	\$ -	\$ 210		\$ 210	\$ 1,245
15	\$ -	\$ 5,293	\$ -	\$ 5,293	\$ 350,177
16	\$ -	\$ 19,345	\$ -	\$ 19,345	\$ 435,175
17	\$ -	\$ 19,345	\$ -	\$ 19,345	\$ 435,175
18	\$ -	\$ -		\$ -	\$ -
19	\$ -	\$ -		\$ -	\$ -
20	\$ -	\$ -		\$ -	\$ -
21	\$ -	\$ 329		\$ 329	\$ 4,420
22	\$ -	\$ 3,624		\$ 3,624	\$ 2,981
23	\$ -	\$ 3,953	\$ -	\$ 3,953	\$ 7,401
24	\$ -	\$ 6,571	\$ -	\$ 6,571	\$ 112,069
25	\$ -	\$ 5,087	\$ -	\$ 5,087	\$ 558,098
26	\$ -	\$ 744	\$ -	\$ 744	\$ 113,135
27	\$ -	\$ 153		\$ 153	\$ 56,093
28	\$ -	\$ -	\$ -	\$ -	\$ 1,266
29	\$ -	\$ -		\$ -	\$ 1,420
30	\$ -	\$ -		\$ -	\$ -
31	\$ -	\$ 97		\$ 97	\$ 43,729
32	\$ -	\$ 12,652	\$ -	\$ 12,652	\$ 885,810
33	\$ -	\$ -		\$ -	\$ -
34	\$ -	\$ 42,305	\$ -	\$ 42,305	\$ 1,735,468

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**  
**Verizon-New Hampshire \$(000)**

4. Respondents shall enter in column (m) through (p) the data requested in the column headings for plant sold with traffic which was reported in column (f).
5. Respondents shall enter in column (q) through (v), the data requested for other plant retired, which was requested in column (g).
6. Each column shall be subtotaled in the spaces provided.

Line No.	Plant Account (l)	DATA RELATING TO PLANT SOLD WITH TRAFFIC (see column (f))			
		Book Cost (m)	Selling Price (n)	Commissions and Other Expenses (o)	Charge to Reserve (p)
	<b>Support Assets</b>				
1	2112 Motor Vehicles				\$ -
2	2113 Aircraft				\$ -
3	2114 Special Purpose Vehicles				\$ -
4	2115 Garage Work Equipment				\$ -
5	2116 Other Work Equipment				\$ -
6	2121 Buildings				\$ -
7	2122 Furniture				\$ -
8	2123 Office Equipment				\$ -
9	2124 General Purpose Computers				\$ -
10	Total Support Assets	\$ -	\$ -	\$ -	\$ -
	<b>Central Office Switching</b>				
11	2211 Analog Electronic Switching				\$ -
12	2212 Digital Electronic Switching				\$ -
13	2215 Electro-Mechanical Switching				\$ -
14	2220 Operator System and Radio System				\$ -
15	Total Central Office Switching	\$ -	\$ -	\$ -	\$ -
	<b>Central Office Transmission</b>				
16	2230 Central Office Transmission				\$ -
17	Total Central Office Transmission	\$ -	\$ -	\$ -	\$ -
	<b>Information Origination/Termination</b>				
18	2311 Station Apparatus				\$ -
19	2321 Customer Premises Wiring				\$ -
20	2341 Large Private Branch Exchanges				\$ -
21	2351 Public Telephone Terminal Equipment				\$ -
22	2362 Other Terminal Equipment				\$ -
23	Total Information Origination/Termination	\$ -	\$ -	\$ -	\$ -
	<b>Cable and Wire Facilities</b>				
24	2411 Poles				\$ -
25	2421 Aerial Cable				\$ -
26	2422 Underground Cable				\$ -
27	2423 Buried Cable				\$ -
28	2424 Submarine Cable				\$ -
29	2426 Intrabuilding Network Cable				\$ -
30	2431 Aerial Wire				\$ -
31	2441 Conduit System				\$ -
32	Total Cable and Wire Facilities	\$ -	\$ -	\$ -	\$ -
33	Other Account (specify):				\$ -
34	<b>Total</b>	\$ -	\$ -	\$ -	\$ -

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**  
**Verizon-New Hampshire \$(000)**

Line No.	DATA RELATING TO OTHER PLANT RETIRED (see Col. (g))					
	Charge (or Credit) to Surplus (q)	Book Cost (r)	Cost of Removal (s)	Salvage and Insurance (t)	Miscellaneous Adjustments (u)	Net Charge to Reserve (v)
1		\$ 667		\$ 260		\$ 407
2						\$ -
3		\$ 1,000		\$ 4	\$ 1,017	\$ 2,013
4						\$ -
5						\$ -
6		\$ 380	\$ 195	\$ -		\$ 575
7		\$ 33	\$ -	\$ -		\$ 33
8		\$ 138			\$ (1,017)	\$ (879)
9		\$ (1,197)	\$ 41	\$ 24	\$ 93	\$ (1,087)
10	\$ -	\$ 1,021	\$ 236	\$ 288	\$ 93	\$ 1,062
11		\$ 1	\$ -	\$ -	\$ -	\$ 1
12		\$ 3,843	\$ 301	\$ 1,559	\$ 2,497	\$ 5,082
13						\$ -
14		\$ 75	\$ -	\$ -	\$ 135	\$ 210
15	\$ -	\$ 3,919	\$ 301	\$ 1,559	\$ 2,632	\$ 5,293
16		\$ 22,951	\$ 718	\$ 1,497	\$ (2,827)	\$ 19,345
17	\$ -	\$ 22,951	\$ 718	\$ 1,497	\$ (2,827)	\$ 19,345
18						\$ -
19						\$ -
20						\$ -
21		\$ 284	\$ 45			\$ 329
22		\$ 3,497	\$ 50	\$ 27	\$ 104	\$ 3,624
23	\$ -	\$ 3,781	\$ 95	\$ 27	\$ 104	\$ 3,953
24		\$ 1,375	\$ 5,595	\$ 399		\$ 6,571
25		\$ 2,670	\$ 2,651	\$ 234		\$ 5,087
26		\$ 276	\$ 505	\$ 37		\$ 744
27		\$ 96	\$ 64	\$ 7		\$ 153
28		\$ -	\$ -	\$ -		\$ -
29		\$ -	\$ -	\$ -		\$ -
30		\$ -	\$ -	\$ -		\$ -
31		\$ 95	\$ 22	\$ 20		\$ 97
32	\$ -	\$ 4,512	\$ 8,837	\$ 697	\$ -	\$ 12,652
33						\$ -
34	\$ -	\$ 36,184	\$ 10,187	\$ 4,068	\$ 2	\$ 42,305

**B-14B. BASES OF CHARGES FOR DEPRECIATION**  
**Verizon-New Hampshire \$(000)**

- Report under each of the plant accounts in column (a) all subclasses of plant for which a depreciation rate is determined and a subtotal for each primary account.
- The net salvage factors in column (d) shall be shown as a percentage of original cost.
- A "W" in column (b) indicates a whole life rate in column (f), an average service life in column (c) and average net salvage in column (d); and "R" indicates a remaining life rate in column (f), an average remaining life in column (c), a future net salvage in column (d).
- For each plant account, report in column (f) the prescribed depreciation rate or those used by the utility in accordance with USOA.
- The depreciation rate in column (f) for primary plant accounts for which subclasses or vintages are used, the life in column (c), net salvage percentage in column (d) and the accumulated depreciation percentage in column (e) are to be composite so that the resulting calculated composite rate produces the same charge to operating expenses as the sum of the individual rates applied to the individual classes of plant.

Line No.	Primary Acct. No.	Name or Description of Subclass (a)	Whole or Remaining Life (b)	Life (Years) (c)	*Net Salvage (%) (d)	Depreciation		Ratio of Depreciation Charges to Avg. Monthly Book Cost (%) (g)
						*Reserve (%) (e)	**Rate (%) (f)	
1	2112	Motor Vehicles	R	0.6	11.0	7.8%	2.7%	2.7%
2	2114	Tools & Other Work Eq.	R	8.2	0.0	57.8%	7.0%	7.0%
3	2121	Buildings	R	24.0	5.0	33.8%	2.8%	2.8%
4	2122.1	Furniture	R	8.4	0.0	100.7%	9.6%	4.0%
5	2123.1	Office Equipment	R	6.0	0.0	100.0%	13.5%	-2.3%
6	2123.2	Official Comm. Equip	R	3.2	0.0	2.4%	14.3%	13.9%
7	2124	Computers	R	2.9	0.0	39.5%	21.8%	21.9%
8	2212	Digital Switch	R	8.2	0.0	84.8%	7.6%	7.6%
9	2220	Operator Systems	R	4.0	0.0	101.5%	21.6%	0.0%
10	2231	Radio	R	3.6	-5.0	-250.7%	7.5%	7.5%
11	2232.1	Digital Circuit	R	5.6	0.0	78.1%	8.6%	8.6%
12	2232.3	Analog Circuit	R	3.3	-5.0	104.7%	7.9%	0.0%
13	2351	Public Telephone	R	1.1	0.0	98.6%	2.7%	2.7%
14	2362.1	Other Term Equip	R	4.6	-5.0	45.6%	8.1%	8.2%
15	2411	Poles	R	19.1	-55.0	60.4%	5.8%	5.8%
16	2421.1	Aerial CA Met	R	10.4	-24.0	100.9%	6.4%	6.4%
17	2421.2	Aerial CA N-Met	R	16.3	-24.0	36.8%	6.5%	6.5%
18	2422.1	Undrgd CA Met	R	14.0	-17.0	73.5%	4.7%	4.7%
19	2422.2	Undrgd CA N-Met	R	14.0	-17.0	60.4%	6.5%	6.5%
20	2423.1	Buried CA Met	R	9.9	-10.0	101.1%	5.7%	5.7%
21	2423.2	Buried CA N-Met	R	15.8	-10.0	7.1%	5.2%	5.2%
22	2424	Sub CA	R	10.8	-10.0	109.4%	4.4%	4.4%
23	2426.1	Intra Ntwk CA Met	R	11.9	-28.0	125.6%	7.0%	7.0%
24	2426.2	Intra Ntwk CA N-Met	R	16.0	-27.0	20.5%	6.4%	6.4%
25	2441	Conduit	R	40.0	-10.0	38.2%	2.2%	2.2%
26								
27								
28								
29	*Composite rate for all depreciable accounts							6.6%
30	**Composite rate for all plant accounts included in Account 2001							6.7%
31								
32	Ratio to all Depreciable accounts							
33	Ratio to all plant accounts included in Account 2001							



**B-15. ANALYSIS OF ENTRIES IN ACCUMULATED AMORTIZATION (Accounts 3410, 3420, 3500, 3600  
Verizon-New Hampshire \$(000))**

- For each account identified in the column headings for column (b) through (e), respondents shall enter credits to accumulated amortization for charges to the account identified in column (a). If charges are made to an account not specified in column (a), respondents shall insert the account number and title in the space provided in column (a) and the amounts in the appropriate column.
- At the bottom of the schedule respondents shall describe how the annual amortization charges were determined for amounts reported in columns (d) and (e).

Line No.	Particulars (a)	Amounts Applicable to Account 3410 (b)	Amounts Applicable to Account 3420 (c)	Amounts Applicable to Account 3500 (d)	Amounts Applicable to Account 3600 (e)
1	Balance at beginning of the year		\$ 788	\$ 17,813	
	<b>ADDITIONS DURING THE YEAR</b>				
	Charged or (credited) to account:				
2	7160 Other Operating Gains and Losses				
3	7300 Non-operating Income				
4	6563.1 Amortization Expense				
	- Capitalized leases				
5	6563.2 Amortization Expense		\$ 122		
	- Leasehold Improvements				
6	6564 Amortization Expense			\$ 5,057	
	- Intangible				
7	6565 Amortization Expense - Other				
	Other Accounts (specify):				
8	7360-Nonoperating Income				
9					
10					
11	Total additions during the Year	\$ -	\$ 122	\$ 5,057	\$ -
	<b>CLEARANCES DURING THE YEAR</b>				
	Clearance for account:				
12	2005 Telecom. Plant Adjustment				
13	2681 Capital Leases				
14	2682 Leasehold Improvements				
15					
	Other Accounts (specify):		\$ -	\$ 10,022	
16					
17					
18					
19	Total clearances during the year	\$ -	\$ -	\$ 10,022	\$ -
20	Balance at end of year	\$ -	\$ 910	\$ 12,848	\$ -

This information can be found in Table B-2 of the VZ-NE Armis 43-02 report filed with the FCC.

[ARMIS Data Retrieval System](#)

### B-16. STATEMENT OF CASH FLOWS

1. Report below by source the amounts applicable to increase and decrease in cash and cash equivalents for the year.
2. For all compound amounts reported, a separate schedule is to be prepared with detail breakdown indicating applicable balance sheet accounts and amounts

Line No.	Description of Item (a)	Amount (b)	Amount (c)
	Increase/(Decrease) in Cash and Cash Equivalents		
	Cash flows from Operating Activities:		
1	Net Income		
	Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
2	Depreciation and Amortization		
3	Provision for Losses for Accounts Receivable		
4	Deferred Income Taxes - Net		
5	Unamortized ITC - Net		
6	Allowance for Funds Used During Construction		
7	Net Change in Operating Receivables		
8	Net Change in Materials, Supplies and Inventories		
9	Net Change in Operating Payables and Accrued Liabilities		
10	Net Change in Other Assets and Deferred Charges		
11	Net Change in Other Liabilities and Deferred Credits		
12	Other (explained)		
13	Total Adjustments		\$ -
14	Net Cash provided by (used in) Operating Activities	XXXXXXXXXX	\$ -

**B-16. STATEMENT OF CASH FLOWS (Continued)**

Line No.	Description of Item (a)	Amount (b)	Amount (c)
	Total from preceding page	XXXXXXXXXX	\$ -
	Cash Inflows (Outflows) from Investing Activities	XXXXXXXXXX	
15	Construction/Acquisition for Property, Plant and Equipment (Net of Allowance of funds, Used During Construction and Capital Lease Related Acquisitions)		
16	Proceeds from Disposals of Property, Plant and Equipment		
17	Investments in and Advances in Affiliates		
18	Proceeds from Repayment of Advances		
19	Other Investing Activities (explained)		
20	Net Cash Provided by (Used In) Investing Activities	XXXXXXXXXX XXXXXXXXXX XXXXXXXXXX	\$ -
	Cash flows from Financing Activities		
21	Net Increase/Decrease in Short-Term Debt with Original Maturities of Three Months or Less		
22	Advances from Affiliates		
23	Repayment of Advances form Affiliates		
24	Proceeds from Long-Term Debt		
25	Repayment of Long-Term Debt		
26	Payment of Capital Lease Obligations		
27	Proceeds from Issuing Common Stock/Equity Investment for Parent		
28	Repurchase of Treasury Shares		
29	Dividends Paid		
30	Other Financing Activities (explained)		
	Repurchase of Preferred Stock		
31	Net Cash Provided by Financing Activities	XXXXXXXXXX	\$ -
32	Effect of Exchange Rate Changes on Cash	XXXXXXXXXX XXXXXXXXXX	
33	Net Increase/(Decrease) in Cash and Cash Equivalents	XXXXXXXXXX XXXXXXXXXX	\$ -
34	Cash and Cash Equivalents at Beginning of Period	XXXXXXXXXX XXXXXXXXXX	\$ -
35	Cash and Cash Equivalents at End of Period	XXXXXXXXXX	\$ -

Notes:

**B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES**

1. Respondents shall name the affiliated company in column (a) and for each account identified in columns (b) through (j), disclose the account balances attributable to affiliate at the close of the calendar year covered by the report.
2. Respondents shall report in the aggregate for each account identified in column (b) through (i) and column (k) receivables and investments in nonaffiliated companies. For the purpose of this schedule, nonaffiliated companies shall include any company in which the respondent has an ownership interest which does not meet the definition of an affiliated company set out in PART Puc 409. This schedule shall not include telecommunications accounts receivable from other customers.

Line No.	Name (a)	Account 1160 Investment (b)	Account 1180 Telecom. Receivable (c)	Account 1181 Accts. Receivable Allowance (d)	Account 1190.1 Account 1190.2 Receivable (e)	Account 1191 Accounts Allowance-Other (f)
1	Affiliated Companies					
2						
3						
4	This information can be found in Table B-3 of the VZ-NE Armis 43-02 report filed with the FCC. <a href="#">ARMIS Data Retrieval System</a>					
5						
6						
7						
8						
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13						
14						
15						
16						
17						
18						
19	Total Affiliate Balance	\$ -	\$ -	\$ -	\$ -	\$ -
20	Nonaffiliated Companies					
21	Investments:					
22						
23						
24						
25						
26						
27						
28	Telco Accounts Receivable					
29						
30	Other A/R - General					
31						
32						
33						
34						
35						
36						
37						
38	Accrual					
39	Accrual					
40	Total Nonaffiliated Balance	\$ -	\$ -	\$ -	\$ -	\$ -

**B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES (cont.)**

3. For each affiliate named in column (a) enter in column (l) the following codes which reflect the nature of the receivable or investment.

"A-1" Stock of active telephone companies; "A-2" Stocks for inactive telephone companies; "A-3" Stocks of other companies; "B" Long-term securities owned; "C" Investment advances; "D" Other. Each of the required classifications and totals for each code shall be shown on a separate line. (An inactive company is one which has been practically absorbed in a controlling company, and which neither operates property nor administers its financial affairs; if it maintains an organization, it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.)

Line No.	Account 1200.1 Account 1200.2 Notes (g)	Account 1201 Notes Receivable (h)	Account 1210 Int. & Div. (i)	Account 1401 Investments in Affiliated (j)	Account 1402 Investments in Nonaffiliated (k)	Class (l)
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19	\$ -	\$ -	\$ -	\$ -	\$ -	
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
39						
40	\$ -	\$ -	\$ -	\$ -	\$ -	

**B-18. OTHER PREPAYMENTS (Account 1330)**

1. Identify and report below end of year balances for all prepayments included in account 1330.

Line No.	Description (b)	Year End Balance (c)
1		
2	This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
3		
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30		
31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ -

**B-19. OTHER CURRENT ASSETS (Account 1350)**

1. Identify and report below end of year balances for each other current assets included in account 1350.

Line No.	Description (b)	Year End Balance (c)
1		
2		
3	This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
4		
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30		
31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ -

**B-20. SINKING FUNDS (Account 1408)**

1. Report below balances at end of year of each sinking fund maintained during the year.
2. Explain for each fund any deductions other than withdrawals for the purpose for which the fund was created.
3. If the trustee of any fund is an associated company, give name of such associated company.
4. If assets other than cash comprise any fund, furnish a list of the securities or other assets, giving interest or dividend rate of each, cost to respondent, number of shares or principal amount, and book cost at end of year.

Line No.	Account No. (a)	Name of Fund and Trustee if any (b)	Year End Balance (c)
1			
2			
3		This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
4			
5			
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19			
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24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39		Total	\$ -





**B-21. OTHER NONCURRENT ASSETS (Account 1410)**

1. Identify and report below balances at end of year for each noncurrent asset included in account 1410.

Line No.	Account No. (a)	Description (b)	Year End Balance (c)
1			
2			
3		This data can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
4			
5			
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25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39		Total	\$ -

**B-22. DEFERRED CHARGES (Accounts 1438, 1439)**

1. Respondents shall disclose in separate sections for Accounts 1438 and 1439, the amounts deferred for each item amounting individually to \$500 or more.
2. Any balancing amount applicable to each account shall be shown on the line Aggregate of All Other Items, which is the line immediately preceding the total line for each account.

Line No.	Description of Item (a)	Amount at end of the Year (b)
1	Account 1438	
2		
3		
4	This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18	Aggregate of All Other Items	
19		
20		<b>Total \$ -</b>
21	Account 1439	
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38	Aggregate of All Other Items	
39		
40		<b>Total \$ -</b>

**B-23. UNAMORTIZED DEBT ISSUANCE EXPENSE (Account 1407)**

1. Report under applicable subheading the particulars of Unamortized Issuance Expense.
2. Show premium amount by enclosure in parentheses.
3. In column (b) show the principal amount of bonds or other long term debt original issued.
4. In column (c) show the expense, associated with the issuance and sale of evidence of debt.
5. Explain any debits and credits other than amortization debited to Account 7530, Amortization of Debt Issuance Expense.

Line No.	Designation of Long Term Debt (a)	Principal Amount of Securities (b)	Total debt Issuance Expense (c)	AMORTIZATION PERIOD		Balance Beginning of Year (f)	Debits During Year (g)	Charged to Account 7530 (h)	Balance end of Year (i)
				From (d)	To (e)				
1									\$ -
2	Please refer to the sheet in this file labeled "Debt".								\$ -
3									\$ -
4									\$ -
5									\$ -
6									\$ -
7									\$ -
8									\$ -
9									\$ -
10									\$ -
11									\$ -
12									\$ -
13									\$ -
14									\$ -
15									\$ -
16									\$ -
17									\$ -
18	TOTALS	\$ -	\$ -			\$ -	\$ -	\$ -	\$ -

**B-24. LONG-TERM DEBT (Accounts 4210, 4260 AND 4270)**

1. Respondent shall disclose in account number order in column (a) a description of the long-term obligation, including those maturing in the coming year.
2. In column (b), (c), and (d), respectively, respondents shall enter the nominal date if issue, the date of maturity and the face amount outstanding.
3. In column (c), respondent shall enter the amount of unamortized premium or discount.
4. In column (f) and (g), respectively, the respondents shall enter the state rate and the yield rate.
5. In column (h) and (i), respectively, respondents shall enter the current and long-term portions reduced or increased by any unamortized discount or premium as of the close of the calendar year and subtotaled.
6. In column (j) enter the amount of interest charged to account 7510 for each obligation.

Line No.	Description of Obligation (a)	Nominal Date of Issue (b)	Date of Maturity (c)	Face Amount Outstanding (d)	Unamortized Premium or Discount (e)	Stated Rate (f)	Yield Rate (g)	Short-Term Portion (h)	Long-Term Portion (i)	Account 7510 Interest on Funded Debt (j)
1				\$ -		0.00%	0.00%			
2	Please refer to the sheet in this file labeled "Debt".									
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
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17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
28	Total			\$ -	\$ -			\$ -	\$ -	\$ -

**B-25. NOTES PAYABLE (Account 4020)**

1. In column (a) respondents shall list name of creditor, specify whether non affiliate or affiliate.
2. In column (b) describe type of indebtedness, notes, draft and other evidences of indebtedness.
3. In column (c), (d), (e) and (f) respectively, respondents shall enter the date of issue, date of maturity, amount at end of year and the interest rate per annum.
4. In column (g) indicate the amount of interest charged to account 7540 for each transaction.

Line No.	Name of Creditor (a)	Description of Transaction (b)	Date of Issue (c)	Date of Maturity (d)	Amount at End of the Year (e)	Interest Rate Per Annum (f)	Interest Expense Acct 7540 (g)
1					\$ -		
2							
3	Please refer to the sheet in this file labeled "Debt".						
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19	Aggregate of all other items					XXX	
20	Total				\$ -	XXX	\$ -

**B-26. ACCOUNTS PAYABLE (Accounts 4010, 4120 and 4130)**

In separate sections of column (a) for payables to affiliates and for other accounts payable, respondents shall identify in the respective sections the name of each affiliate creditor, and the name of each other creditor with the ten largest payables in excess of \$10,000.

Line No.	Description of Item (a)	Amount at end of the Year (b)
1	<b>Account 4010 Accounts Payable</b>	
2		
3		
4	This information can be found in Table B-10 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
5		
6		
7		
8		
9		
10	Aggregate of all other items	
		\$ -
	<b>Account 4120 Other Accrued Liabilities</b>	
11		
12		
13		
14		
15		
16		
17		
18		
19		
20	Aggregate of all other items	
	<b>Total</b>	\$ -
	<b>Account 4130 Other Current Liabilities</b>	
21		
22		
23		
24		
25		
26		
27		
28		
29		
30	Aggregate of all other items	
	<b>Total</b>	\$ -

**B-29. OTHER LONG-TERM LIABILITIES (Account 4310)**

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.

2. Respondents shall disclose remaining amounts in the aggregate.

Line No.	Description of Item (a)	Amount at End of the Year (b)
1		
2		
3		
4	This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
5		
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39		
40		
41		
42		
43		
44		
45	Aggregate of All Other Items	
46	<b>Total</b>	<b>\$ -</b>



**B-30A. OTHER DEFERRED CREDITS (Accounts 4360)**

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.
2. Respondents shall disclose remaining amounts in the aggregate.

Line No.	Description of Item (a)	Amount at End of the Year (b)
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3	This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.	<a href="#">ARMIS Data Retrieval System</a>
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44	Aggregate of Balances in Clearing Accounts not Itemized Above	
45	Aggregate of All Other Items	
46	<b>Total</b>	<b>\$ -</b>

**B-30B. NET DEFERRED OPERATING INCOME TAXES (Accounts 4100 and 4340)**  
**Verizon-New Hampshire \$(000)**

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	<b>PROPERTY RELATED</b>						
	<b>NET CURRENT OPERATING INCOME TAXES (Account 4100)</b>						
	Provision for Deferred Operating Income Taxes-Net						
1	Federal Income Taxes	\$ -					\$ -
2	State and Local Income Taxes	\$ -					\$ -
3	Total Net Current Operating Income Taxes (Account 4100)	\$ -	7250	\$ -	\$ -	\$ -	\$ -
	<b>NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)</b>						
	Provision for Deferred Operating Income Taxes-Net						
4	Federal Income Taxes	\$ 65,927		\$ (18,121)		\$ 625	\$ 47,181
5	State and Local Income Taxes	\$ 13,113		\$ (4,266)		\$ (151)	\$ 8,998
6	Total Net Non-Current Operating Income Taxes (Account 4340)	\$ 79,040	7250	\$ (22,387)	\$ -	\$ 474	\$ 56,179
7	<b>TOTAL PROPERTY RELATED DEFERRED OPERATING INCOME TAXES</b>	\$ 79,040		\$ (22,387)	\$ -	\$ 474	\$ 56,179
	<b>NONPROPERTY RELATED</b>						
	<b>NET CURRENT OPERATING INCOME TAXES (Account 4100)</b>						
	Provision for Deferred Operating Income Taxes-Net						
8	Federal Income Taxes	\$ 1,852		\$ (560)		\$ 2,643	\$ (1,351)
9	State and Local Income Taxes	\$ 86		\$ (266)		\$ 643	\$ (823)
10	Total Net Current Operating Income Taxes (Account 4100)	\$ 1,939	7250	\$ (826)	\$ -	\$ 3,286	\$ (2,174)
	<b>NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)</b>						
	Provision for Deferred Operating Income Taxes-Net						
11	Federal Income Taxes	\$ (53,862)		\$ (15,914)		\$ 5,615	\$ (75,391)
12	State and Local Income Taxes	\$ (11,144)		\$ (3,811)		\$ 1,196	\$ (16,151)
13	Total Net Non-Current Operating Income Taxes (Account 4340)	\$ (65,006)	7250	\$ (19,725)	\$ -	\$ 6,811	\$ (91,541)
14	<b>TOTAL NONPROPERTY RELATED DEFERRED OPERATING INCOME TAXES</b>	\$ (63,067)		\$ (20,551)	\$ -	\$ 10,097	\$ (93,715)
15	<b>TOTAL DEFERRED OPERATING INCOME TAXES</b>	\$ 15,973		\$ (42,938)	\$ -	\$ 10,571	\$ (37,536)

Column (f) contains adjustments for settled audits and the implementation of FIN 48.

**B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350)**  
**Verizon-New Hampshire \$(000)**

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	<b>PROPERTY RELATED</b>						
	<b>NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)</b>	\$ -		\$ -	\$ -	\$ -	\$ -
	Provision for Deferred Non-Operating Income Taxes-Net						
1	Federal Income Taxes		7450				\$ -
2	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
3	Federal Income Taxes		7640				\$ -
4	State and Local Income Taxes		7640				\$ -
5	Total Net Current Non-Operating Income Taxes (Account 4110)	\$ -		\$ -	\$ -	\$ -	\$ -
	<b>NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)</b>						
	Provision for Deferred Non-Operating Income Taxes-Net						
6	Federal Income Taxes		7450				\$ -
7	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
8	Federal Income Taxes		7640				\$ -
9	State and Local Income Taxes		7640				\$ -
10	Total Net Noncurrent Non-Operating Income Taxes (Account 4350)	\$ -		\$ -	\$ -	\$ -	\$ -
11	<b>TOTAL PROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES</b>	\$ -		\$ -	\$ -	\$ -	\$ -

**B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350) (continued)**  
**Verizon-New Hampshire \$(000)**

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	<b>NONPROPERTY RELATED</b>						
	<b>NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)</b>	\$ -		\$ -	\$ -	\$ -	\$ -
	Provision for Deferred Non-Operating Income Taxes-Net						
12	Federal Income Taxes	\$ (0)	7450				\$ (0)
13	State and Local Income Taxes	\$ 0	7450				\$ 0
	Deferred Income Tax Effect of Extraordinary Items-Net						
14	Federal Income Taxes	\$ -	7640				\$ -
15	State and Local Income Taxes	\$ -	7640				\$ -
16	Total Net Current Non-Operating Income Taxes (Account 4110)	\$ 0		\$ -	\$ -	\$ -	\$ 0
	<b>NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)</b>						
	Provision for Deferred Non-Operating Income Taxes-Net						
17	Federal Income Taxes	\$ (370)	7450	\$ 596			\$ 226
18	State and Local Income Taxes	\$ (287)	7450	\$ 144			\$ (143)
	Deferred Income Tax Effect of Extraordinary Items-Net						
19	Federal Income Taxes	\$ -	7640				\$ -
20	State and Local Income Taxes	\$ -	7640				\$ -
21	Total Net Noncurrent Non-Operating Income Taxes (Account 4350)	\$ (657)		\$ 740	\$ -	\$ -	\$ 83
22	<b>TOTAL NONPROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES</b>	\$ (657)		\$ 740	\$ -	\$ -	\$ 83

**RESERVED**

**B-31. RETAINED EARNINGS (Account 4550)**

1. List all reserves or appropriations of retained earnings and provide an explanation for any charges that have taken place in these reserves.

Line No.	(a)	Amount at End of Year (b)
1	Retained Earnings - <u>Reserved</u> - Balance January 1, 2003	
2	Current Year Changes	
3	Retained Earnings - <u>Reserved</u> - Balance December 31, 2003	\$ -
4		
5	Retained Earnings - <u>Unreserved</u>	
6	Balance January 1	
7	Net Income From Schedule B-11	
8	Other Increases (Itemize)	
9	Total Increases to Retained Earnings	\$ -
10	Decreases to Unreserved Retained Earnings	
11	Net Loss From Schedule B-11	
12	Dividends Paid and Declared (Schedule B-32)	\$ -
13	Other Decreases (Itemize)	
14	Total Decreases to Retained Earnings	\$ -
15	Balance December 31 <u>Unreserved</u> Retained Earnings	\$ -
16	Balance all Retained Earnings December 31, 2003	\$ -

This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC.

[ARMIS Data Retrieval System](#)

**B-32. DIVIDENDS DECLARED (Account 4560)**

1. If any dividend was payable other than cash, give complete details in a note.

Line No.	Class of Stock (a)	Date Declared (b)	Date Payable (Paid) (c)	Number of Shares on Which Declared (d)	Dividend Per Share (e)	Amount of Dividends Declared (Paid) (f)
1	Dividends Paid:					
2						
3						
4	This information can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC. <a href="#">ARMIS Data Retrieval System</a>					
5						
6	Total Dividends Paid					\$ -
7	Dividends Declared					
8						
9						
10	Total Dividends Declared					\$ -
11	Total Dividends Paid					
12	and Declared For Year					
13	(To Schedule B-31)					\$ -
14	Total					\$ -

**B-33. CAPITAL STOCK, ADDITIONAL PAID-IN-CAPITAL AND TREASURY STOCK (Accounts 4510.1, 4510.2, 4520, 4530.1, 4530.2)**

- Beginning with common stock, respondents shall enter the class of stock and a description of any pertinent details such as differences in voting rights, preferences as to dividends or assets, pledges, etc.
- Respondents shall provide the information specified in column headings (b) through (h) and note any other pertinent information at the bottom of the schedule.

Line No.	Class and Description of Capital (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Amount of Stock Issued and Outstanding (d)	Additional Paid In Capital Account 4520 (e)	Total (Col. (d)&(e)) (f)	Number of Shares of Treasury Stock (g)	Amount in Treasury Stock Account Account 4530.1 & 4530.2 (h)
1						\$ -		
2						\$ -		
3	This data can be found in Table B-1 of the VZ-NE Armis 43-02 report filed with the FCC. <a href="#">ARMIS Data Retrieval System</a>					\$ -		
4						\$ -		
5						\$ -		
6						\$ -		
7						\$ -		
8						\$ -		
9						\$ -		
10						\$ -		
11						\$ -		
12						\$ -		
13						\$ -		
14						\$ -		
15						\$ -		
16						\$ -		
17						\$ -		
18						\$ -		
19						\$ -		
20	<b>Total</b>	\$ -		\$ -	\$ -	\$ -		\$ -



I-34. OPERATING REVENUES Verizon-New Hampshire \$(000)			
Line No.	Item	Amount for the Current Year (b)	Increase Over Preceding Year (c)
<b>LOCAL NETWORK REVENUES</b>			
1	5001 Basic Area Revenue	\$ 117,061	\$ (6,890)
2	5002 Optional Extended Area Revenue	\$ -	\$ -
3	5003 Cellular Mobile Revenue	\$ 4,496	\$ 293
4	5004 Other Mobile Services Revenue	\$ 35	\$ (9)
5	5010 Public Telephone Revenue	\$ -	\$ -
6	5040 Local Private Line Revenue	\$ 8,940	\$ (138)
7	5050 Customer Premises Revenue	\$ (0)	\$ 5
8	5060 Other Local Exchange Revenue	\$ 33,480	\$ (5,445)
9	Total Local Network Services Revenues	\$ 164,011	\$ (12,184)
<b>NETWORK ACCESS SERVICES REVENUES</b>			
10	5081 End User Revenue	\$ 43,644	\$ (5,112)
11	5082 Switched Access Revenue	\$ 18,047	\$ (1,331)
12	5083 Special Access Revenue	\$ 93,458	\$ 8,466
13	5084 State Access Revenue	\$ 16,473	\$ (3,307)
14	Total Network Access Services Revenue	\$ 171,623	\$ (1,284)
<b>LONG DISTANCE NETWORK SERVICES REVENUES</b>			
15	5100 Long Distance Message Revenue	\$ 26,884	\$ 429
16	5120 Long Distance Private Network Revenue	\$ 3,076	\$ (173)
17	5160 Other Long Distance Revenue	\$ 336	\$ (113)
18	5169 Other Long Distance Revenue Settlements	\$ -	\$ -
19	Total Long Distance Network Services Revenues	\$ 30,296	\$ 144
<b>MISCELLANEOUS REVENUES</b>			
20	5230 Directory Revenue	\$ 3,519	\$ (210)
21	5240 Rent Revenue	\$ 37,343	\$ (627)
22	5250 Corporate Operations Revenue	\$ -	\$ -
23	5260 Miscellaneous Revenue	\$ 2,288	\$ (495)
24	5270 Carrier Billing and Collection Revenue	\$ 6,900	\$ 94
25	Total Miscellaneous Revenues	\$ 50,050	\$ (1,237)
	5280 Nonregulated Revenue	\$ 20,378	\$ 1,128
<b>UNCOLLECTIBLE REVENUES</b>			
26	5301 Uncollectible Revenue - Telecommunications	\$ 5,499	\$ (661)
27	5302 Uncollectible Revenue - Other	\$ 105	\$ 200
28	Total Uncollectible Revenues	\$ 5,604	\$ (461)
29	TOTAL Operating Revenues	\$ 430,754	\$ (12,971)

**I-34A. INCREASE OR DECREASE IN OPERATING REVENUES**

Give explanation of all operating revenue accounts, over \$500, that have increased or decreased 10% or more over the prior year.

5004 – Other Mobile Services Revenue decreased \$9K primarily due to declining business and residence recurring revenues.

5060 – Other Local Exchange Revenue decreased \$5.4M due to a decline in value added services.

5081 – End User Revenue decreased \$5.1M due to declines in Centrex business revenues and Federal USF Common line charges.

5083 – Special Access Revenue is up \$8.5M due to increased demand for Packet and Digital data services.

5084 – State Access Revenue decreased \$3.3M due to a decline in Inter-exchange Carrier Common line charges.

5160 – Other Long Distance Revenue decreased \$113K due to a decline in Directory Assistance calls.

5260 – Miscellaneous Revenue decreased \$495K due to declining revenues from Special Billing Arrangements.

I-35. OPERATING EXPENSES Verizon-New Hampshire \$(000)			
Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
<b>PLANT SPECIFIC OPERATIONS EXPENSES</b>			
1	6112 Motor Vehicle Expense	\$ 417	\$ (58)
2	6113 Aircraft Expense	\$ 94	\$ (50)
3	6114 Special Purpose Vehicle Expense	\$ 457	\$ (537)
4	6115 Garage Work Equipment Expense	\$ -	\$ -
5	6116 Other Work Equipment Expense	\$ -	\$ -
6	6121 Land and Building Expense	\$ 15,143	\$ (1,995)
7	6122 Furniture and Artworks Expense	\$ 580	\$ 340
8	6123 Office Equipment Expense	\$ 633	\$ (410)
9	6124 General Purpose Computers Expense	\$ 8,451	\$ (402)
10	6211 Analog Electronic Expense	\$ 292	\$ 86
11	6212 Digital Electronic Expense	\$ 16,654	\$ 1,072
12	6215 Electro-Mechanical Expense	\$ -	\$ -
13	6220 Operators System Expense	\$ (14)	\$ (9)
14	6230 Central Office Transmission Expense	\$ 8,125	\$ 1,210
15	6311 Station Apparatus Expense	\$ -	\$ -
16	6341 Large Private Branch Exchange Expense	\$ -	\$ -
17	6351 Public Telephone Terminal Equipment Expense	\$ 365	\$ (140)
18	6362 Other Terminal Equipment Expense	\$ 11,679	\$ 621
19	6411 Pole Expense	\$ 2,905	\$ 898
20	6421 Aerial Cable Expense	\$ 39,306	\$ 2,278
21	6422 Underground Cable Expense	\$ 2,919	\$ 695
22	6423 Buried Cable Expense	\$ 2,587	\$ 92
23	6424 Submarine Cable Expense	\$ 1	\$ 9
24	6426 Intrabuilding Network Cable Expense	\$ 132	\$ 41
25	6431 Aerial Wire Expense	\$ -	\$ -
26	6441 Conduit Systems Expense	\$ 825	\$ 198
27	Total Plant Specific Operations Expense	\$ 111,552	\$ 3,937
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
28	6511 Property Held for Future Telecommunications Use Expense	\$ 0	\$ -
29	6512 Provisioning Expense	\$ 277	\$ (593)
30	6530 Network Operations Expense	\$ 38,252	\$ 1,077
31	6540 Access Expense	\$ 13,479	\$ (931)
32	6561 Depreciation Expense-Telecommunications Plant in Service	\$ 151,192	\$ 4,483
33	6562 Depreciation Expense-Property Held for Future Telecommunications Use	\$ -	\$ -
34	6563.1 Amortization Expense-Capital Leases	\$ 122	\$ (104)
35	6563.2 Amortization Expense-Leaseholds	\$ 5,057	\$ (496)
36	6564 Amortization Expense-Intangible	\$ -	\$ -
37	6565 Amortization Expense-Other	\$ (0)	\$ -
38	Total Plant Nonspecific Operations Expense	\$ 208,378	\$ 3,436
<b>CUSTOMER OPERATIONS EXPENSE</b>			
39	6610 Marketing	\$ 17,854	\$ 1,178
40	6620 Service	\$ 41,368	\$ (4,547)
41	Total Customer Operations Expense	\$ 59,222	\$ (3,369)
<b>CORPORATE OPERATIONS EXPENSE</b>			
42	6710 Executive and Planning	\$ 2,029	\$ 24
43	6720 General and Administrative	\$ 66,467	\$ (11,218)
44	6790 Provision for Uncollectible Notes Receivable	\$ -	\$ -
45	Total Corporate Operations Expense	\$ 68,496	\$ (11,194)
46	TOTAL Operating Expense	\$ 447,648	\$ (7,191)

**I-35A. INCREASE OR DECREASE IN OPERATING EXPENSES**

Give explanation of all operating expense accounts, over \$500, that have increased or decreased 10% or more over the prior year.

6112 – Motor Vehicle Expense decreased \$58K due to a decrease in Lube oil services.

6113 – Aircraft Expense decreased \$50K due to lower wages and other expenses.

6114 – Special Purpose Vehicle Expense decreased \$537K due to a decline in tools and other work equipment and repair expense.

6121 – Land & Building Expense is down \$2.0M associated with rents and operating leases.

6122 – Furniture & Artwork Expense increased \$340K primarily due to increased repair costs.

6123 – Office Equipment Expense decreased \$410K related to reductions in repairs to Voice Communication equipment.

6211 – Analog Electronic Expense increased \$86K related to plant labor costs.

6230 – Central Office Transmission Expense increased \$1.2M due to increased Circuit Equipment costs.

6351 – Public Terminal Equipment Expense decreased \$140K due to a decline in salaries and wages.

6362 – Other Terminal Equipment Expense increased \$621K due primarily to increased installation costs.

6411 – Pole Expense increased \$898K due primarily to labor costs and telephone plant rentals for pole attachments and conduit.

6422 – Underground Cable Expense increased \$695K due to labor and other costs related to repairs to metallic cable.

6426 – Intrabuilding Network Cable Expense increased \$41K due primarily to repairs to non-metallic network cable.

6441 – Conduit Systems Expense increased \$198K attributable to higher plant labor costs.

6512 – Provisioning Expense decreased \$593K due to a decline in merchandise and inventory obsolescence.

6563.2 – Amortization Expense decreased \$104K from tangible leasehold improvements.

6720 – General and Administrative Expense decreased \$11M due primarily to the adjustment for accounts receivable recognized in 2006.

<b>I-35B. CUSTOMER OPERATIONS EXPENSE (Account 6610 and 6620)</b> <b>CORPORATE OPERATIONS EXPENSE (Account 6710 and 6720)</b> <b>Verizon-New Hampshire \$(000)</b>			
Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
	<b>Marketing</b>		
1	6611 Product Management	\$ 7,768	\$ 560
2	6612 Sales	\$ 5,392	\$ (536)
3	6613 Product Advertising	\$ 4,693	\$ 1,154
4	Total Marketing Expense-Account 6610	\$ 17,854	\$ 1,178
	<b>Services</b>		
5	6621 Call Completion Services	\$ 867	\$ 72
6	6622 Number Services	\$ 4,544	\$ (569)
7	6623 Customer Services	\$ 35,958	\$ (4,051)
8	Total Service-Account 6620	\$ 41,368	\$ (4,547)
	<b>CORPORATE OPERATIONS EXPENSE</b>		
	<b>Executive and Planning</b>		
9	6711 Executive	\$ 1,647	\$ 25
10	6712 Planning	\$ 382	\$ (1)
11	Total Executive and Planning-Account 6710	\$ 2,029	\$ 24
	<b>General and Administrative</b>		
12	6721 Accounting and Finance	\$ 3,315	\$ (188)
13	6722 External Relations	\$ 3,220	\$ (670)
14	6723 Human Resources	\$ 2,395	\$ (459)
15	6724 Information Management	\$ 11,331	\$ (92)
16	6725 Legal	\$ 1,529	\$ (197)
17	6726 Procurement	\$ 512	\$ 20
18	6727 Research and Development	\$ 292	\$ 34
19	6728 Other General and Administrative	\$ 43,873	\$ (9,665)
20	Total General and Administrative-Account 6720	\$ 66,467	\$ (11,218)

I-36A. OTHER OPERATING TAXES (Account 7240) Verizon-New Hampshire \$(000)								
Line No.	Name of Government (a)	TYPE OF TAX						Total (h)
		(b)	(c)	(d)	(e)	(f)	(g)	
1	U.S. GOVERNMENT							\$ -
2								\$ -
3	State of New Hampshire	\$ 280						\$ 280
4	State PUC Assessment		\$ 1,205					\$ 1,205
5	Annual Report & Franchise			\$ 10				\$ 10
6	FCC Regulatory Fee				\$ 210			\$ 210
7								\$ -
8								\$ -
9	Property Taxes:					\$ 850		\$ 850
10								\$ -
11	Operating Tax - All Other						\$ 11	\$ 11
12								\$ -
13								\$ -
14								\$ -
15								\$ -
16								\$ -
17								\$ -
18								\$ -
19								\$ -
20	<b>Total</b>	\$ 280	\$ 1,205	\$ 10	\$ 210	\$ 850	\$ 11	\$ 2,566
21	Billed by Others	\$ 0						\$ 0
22	Billed to Others							\$ -
23	Charged to Construction							\$ -
24								\$ -
25								\$ -
27								\$ -
28								\$ -
29								\$ -
30								\$ -
31								\$ -
32								\$ -
33	<b>Total</b>	\$ 0	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0

**I-36B. PREPAID TAXES AND TAX ACCRUALS (account 1300, 4070 and 4080)****Verizon-New Hampshire \$(000)**

1. Respondents shall disclose in column (b) the amount of prepaid taxes and in column (c) the amount of tax accruals at the beginning of the year and in column (d) other taxes accrued.
2. In column (d) respondents shall list the accounts charged and in column (e) the amount of taxes accrued during the year.
3. In column (f) respondents shall disclose the amount of taxes paid and in column (g) the adjustments with an explanation for each adjustment amounting to \$25,000 or more.
4. In succeeding columns, respondents shall disclose the balance at the end of the year for the prepaid taxes, income tax accruals and other taxes accrued.

Line No.	Particulars (a)	Balance at Beginning of the Year		Taxes Accrued During the Year		Taxes Paid During the Year (f)	Adjustments Debit or (Credit) (g)	Balance at End of the Year	
		Prepaid Taxes (Acct. 1300) (b)	Tax Accruals (Accts 4070 & 4080) (c)	Acct. Charged. (d)	Amount (e)			Prepaid Taxes (Acct. 1300) (h)	Tax Accruals (Accts 4070 & 4080) (i)
1	Prepaid Taxes	\$ (1)		1300				\$ (1)	
2	Income Taxes Accrued		\$ 113,030	4070			\$ (26,925)		\$ 139,955
3	Other Taxes Accrued		\$ 11,020	4080			\$ 341		\$ 10,679
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
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29									
30									
31									
32									
33	<b>Total</b>	\$ (1)	\$ 124,050		\$ -	\$ -	\$ (26,584)	\$ (1)	\$ 150,634

**I-36C. NONOPERATING TAXES**  
**Verizon-New Hampshire \$(000)**

Line No.	Description of Item (a)	Total	Federal	State	Local
1	Account 7410 Nonoperating Investment Tax Credits-Net	\$ -			
2	Account 7420 Nonoperating Federal Income Tax	\$ 873	\$ 873		
3	Account 7430 Nonoperating State and Local Income Taxes	\$ (64)		\$ (64)	
4	Account 7440 Nonoperating Other Taxes	\$ -			
5					
6					
7					
8					
9					
10	Account 7450 Provision for Deferred Nonoperating Income Taxes-Net	\$ 740	\$ 596	\$ 144	
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36	<b>Total</b>	<b>\$ 1,548</b>	<b>\$ 1,469</b>	<b>\$ 80</b>	<b>\$ -</b>



**I-36D. EXTRAORDINARY ITEMS (Accounts 7610, 7620, 7630, 7640)****Verizon-New Hampshire \$(000)**

1. Give below a brief description of each item included in accounts 7610, Extraordinary Income Credits and 7620, Extraordinary Income Charges.
2. Give reference to Commission approval, including date of approval for extraordinary treatment of any item.
3. The Income tax effects relating to each extraordinary item should be listed in Column (c) and Column (d).

Line No.	Description of Item (a)	Gross Amount (b)	Account 7630 Current Income Tax Effect (c)	Account 7640 Provision for Deferred Income Tax Effect (d)
1	Account 7610 Extraordinary Income Credits	\$ -		
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15	<b>TOTALS</b>	\$ -	\$ -	\$ -
16	Account 7620 Extraordinary Income Charges	\$ -		
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30	<b>TOTALS</b>	\$ -	\$ -	\$ -
31	<b>Net Extraordinary Items</b>	\$ -	\$ -	\$ -

**I-37. NONOPERATING INCOME AND EXPENSE (Account 7300)****Verizon-New Hampshire \$(000)**

Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
1	7310 Dividend Income	\$ -	\$ -
2	7320 Interest Income	\$ 1,294	\$ 276
3	7330 Income From Sinking and Other Funds	\$ -	\$ -
4	7340 Allowance for Funds Used During Construction	\$ 561	\$ (1,600)
5	7350 Gains or Losses for the Disposition of Certain Property	\$ (0)	\$ (0)
6	7355 Equity in Earnings of Affiliated Companies	\$ -	\$ -
7	7360 Other Nonoperating Income	\$ 3,563	\$ (227)
8	7370 Special Charges	\$ (317)	\$ 75
9	Total Nonoperating Income and Expenses	\$ 5,101	\$ (1,476)

**I-38. OTHER OPERATING INCOME AND EXPENSE (Account 7100)****Verizon-New Hampshire \$(000)**

Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
1	7110 Income from Custom Work	\$ 24	\$ (51)
2	7130 Return from Nonregulated Use of Regulated Facilities	\$ -	\$ -
3	7140 Gains and Losses from Foreign Exchange	\$ -	\$ -
4	7150 Gains and Losses from the Disposition of Land and Artwork	\$ -	\$ (3)
5	7160 Other Operating Gains and Losses	\$ 9	\$ 10
6	Total Other Operating Income and Expenses	\$ 32	\$ (44)

\$ (Actuals)

**I-39. SPECIAL EXPENSES ATTRIBUTABLE TO FORMAL REGULATORY CASES**

1. Show, to the extent indicated by the following instructions and columnar captions, the expenses incurred during the year in connection with formal cases before Federal, State and other regulatory commissions, and in cases in which such a commission is a party, including to the same extent, the cost of defense and prosecution of petitions and complaints presented to such commissions and the cost of valuations, inventories, and appraisals of plant made for rate-case purposes and those taken in compliance with State and other regulatory authorities.
2. Expenses in connection with the procurement of franchises, issuance of capital stock and funded debt, and the expenses of securing certificates of convenience and necessity shall not be included in this schedule.
3. Give in column (a) a complete description of the regulation, hearing, or case that occasioned the items reported, including its number or other identification and the name of the regulatory commission concerned.
4. Column (b) shall include special assessments by regulatory commissions pertaining to the proceedings reported. General assessments by such commissions shall not be included in this schedule.
5. Column (c) shall include amounts such as fees, retainers, and expenses (excepting minor expenses not readily separable) paid to attorneys, consultants, and others not carried on the payroll of respondent.
6. Column (d) shall include salaries and wages and readily associated expenses of employees that have been employed or retained in service by respondent solely or almost entirely because of one or more of the proceedings reported.
7. Total expenses reported in columns (b), (c) and (d) shall be reported in column (e).

Line No.	Description of Regulation or Case (a)	Special Assessments by Regulatory Commissions (b)	OTHER SPECIAL EXPENSES		Total Reported Expenses and Assessments (e)
			Fees, Retainers Expenses, and Other Billed Items (c)	Incremental Payroll Costs and Directly Associated Expenses (d)	
1	New Hampshire State Tax Matter		59,864		\$ 59,864
2	New Hampshire Litigation (DT 06-2429)		29,860		\$ 29,860
3	VZ-NH Employee Arbitration/Mediation		3,046		\$ 3,046
4	VZ-NH Real Estate		1,788		\$ 1,788
5					\$ -
6					
7					
8					
9					
10					
11					
12					
13					
13	Total	\$ -	\$ 94,559	\$ -	\$ 94,559

**I-40. ADVERTISING****Verizon-New Hampshire \$(000)**

1. Respondents shall disclose on line 1, the total amount charged to Account 6613, Product Advertising. Those costs shall include costs incurred in developing and implementing promotional strategies to stimulate the purchase of products and services.
2. Respondents shall disclose on line 2 the total amount of external relations expenditures to include cost to maintain relations with the government, regulators, other companies and the general public.
3. On line 3 respondents shall disclose the total costs incurred that are typically given special regulatory scrutiny for ratemaking purposes. These costs are presumed to be excluded from the cost of service in setting rates.

Line No.	Account No. (a)	Account Title (b)	Amount During the Year (c)
1	6613	Product Advertising	\$ 4,693
2	6722	External Relations	\$ 3,220
3	7370	Special Charges	\$ 317
		Other (Specify):	
4			
5			
6			
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36			
37			
38			
39		<b>Total</b>	<b>\$ 8,230</b>

**I-41. GENERAL SERVICES AND LICENSES****Verizon-New Hampshire \$(000)**

1. Respondents shall enter in column (a) the name of the affiliate to whom respondents paid \$10,000 or more for services received under a license agreement, a general service contract, or other arrangement providing for the furnishing of general account, engineering,

2. Respondents shall describe in column (b) the type of service provided.

Line No.	Name of Affiliate (a)	Service Provided (b)	Amount (c)
1		Billing associated with the provision of	\$ -
2	Verizon Services	Technical, Regulatory, Government	\$ 71,879
3	Verizon Corporate Services Corporation	Relations, Centralized Data Processing	\$ 16,229
4	Verizon Data Services Inc.	Services, Marketing and Method Services	\$ 8,281
5	fGTE Telco's	and Training Systems support. The	\$ 13,648
6	Verizon Logistics	respondent paid for materials, apparatus, equipment, supplies and services.	\$ 297
7			
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38			
39			
40			
41			
42	Aggregate of All Other Amounts		
43		<b>Total</b>	<b>\$ 110,334</b>

**I-42. MEMBERSHIPS FEES AND DUES****Verizon-New Hampshire \$(000)**

1. Respondents shall disclose in column (b) the number of organizations in column (c) the number of memberships and in column (d) amount paid for membership fees and dues for each line item in column (a).
2. Respondents shall specify in column (a) any other type of organization not provided for elsewhere on this schedule.

Line No.	Particulars (a)	NUMBER OF		Amount (d)
		Organi- zations (b)	Member- ships (c)	
	<b>EXPENDITURES CHARGED TO OPERATING EXPENSES</b>			
1	Associations of Telecommunications Companies,			
2	Trade, Technical and Professional Associations and			
3	Other Organizations (specify type):			
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15	<b>Total</b>	-	-	\$ -
16	<b>EXPENDITURES CHARGED TO SPECIAL CHARGES (ACCOUNT 7370)</b>			
17	Social and Athletic Clubs			
18	Service Clubs (Rotary, Kiwanis, etc.)			
19	Lobbying			\$ 236
20	Charitable Contributions			\$ -
21	Membership Fees			\$ 0
22	Penalties & Fines			\$ 5
23	Abandoned Construction Projects			\$ 38
24	Other (specify type):			\$ 38
25	Higher Ed			
26	Telephone Pioneers			
27	All Other			
28				
29				
30				
31				
32				
33				
34				
35				
36				
37	<b>Total</b>	-	-	\$ 317

**I-43. DONATIONS OR PAYMENTS FOR SERVICES RENDERED BY PERSONS OTHER THAN EMPLOYEES**

1. Report for each service rendered (including materials furnished incidental to the service which are impracticable of separation) by recipient and in total the aggregate of all payments made during the year where the aggregate of all such payments to a recipient was \$5,000 or more including fees, retainers commissions, gifts, contributions, assessments, bonuses, subscriptions, allowances for expenses or any other form of payments for services or as donations. Payments to a recipient by two or more companies within a single system under a cost sharing or other joint arrangement shall be considered a single item for reporting in this schedule and shall be shown in the report of the principal company in the joint arrangement (as measured by gross operating revenues) with reference thereto in the reports of the other system companies in the joint arrangement.

Line No.	Name of Recipient (a)	Nature of Service (b)	Amount of Payment (c)
1			
2			
3	This information can be found in Table I-7 of the VZ-NE Armis 43-02 report filed with the FCC.		<a href="#">ARMIS Data Retrieval System</a>
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39			
40		<b>Total</b>	\$ -

This information can be found in Tables II&amp;III of the VZ-NE Armis 43-08 report filed with the FCC.

[ARMIS Data Retrieval System](#)

<b>S-1. SWITCHES AND ACCESS LINES IN SERVICE</b>					
Line No.	Description (a)	Total at End of Year			
		Electronic	Digital	Main Access Lines	
		(b)	(c)	Analog (d)	Digital (e)
	<b>SWITCHES</b>				
1	Central Office Switches - List by exchange				
2	Remote Switches				
3	Carrier Systems				
	Total	0	0	0	0
	<b>ACCESS LINES</b>				
	<b><u>Access Lines In Service by Customer:</u></b>			<b>Total at End of Year</b>	
				<b>Analog</b> (b)	<b>Digital</b> (c)
4	Residential Access Lines				
5	Multiparty				
6	Total Access Lines			0	0
7	Business Access Lines:				
8	Single Party				
9	Basic Rate ISDN (2B+D)				
10	Primary Rate ISDN				
11	PBX Trunks				
12	Centrex-CO Line Count				
13	InWATS - Closed End				
14	Total Business Lines			0	0
15	Other Access Lines				
16	Radio Common Carrier (RCC) and Company Mobile				
17	Switched Access - FGA FX/ONAL				
18	Public Pay Stations				
19	Other				
20	Total Other Access Lines			0	0
21	Total Access Lines			0	0



This information can be found in Table I.A of the VZ-NE Armis 43-08 report filed with the FCC. [ARMIS Data Retrieval System](#)

<b>S-2. OUTSIDE PLANT STATISTICS - DISTRIBUTION/FEEDER</b>		
Line No.	Description (a)	Total at End of Year (b)
1	Miles of Aerial Wire	
	<b>Aerial Cable</b>	
2	Miles of Sheath Copper	
3	Miles of Wire in Cable	
4	Miles of Sheath Fiber	
5	Miles of Fiber in Sheath	
	<b>Underground Cable</b>	
6	Miles of Sheath Copper	
7	Miles of Wire in Cable	
8	Miles of Sheath Fiber	
9	Miles of Fiber in Sheath	
	<b>Buried Cable</b>	
10	Miles of Sheath Copper	
11	Miles of Wire in Cable	
12	Miles of Sheath Fiber	
13	Miles of Fiber in Sheath	
	<b>Submarine Cable</b>	
14	Miles of Sheath Copper	
15	Miles of Wire in Cable	
16	Miles of Sheath Fiber	
17	Miles of Fiber in Sheath	
	<b>Total Distribution/Feeder Cable</b>	
18	Miles of Sheath - Copper	
19	Miles of Sheath - Fiber	
20	Fiber Miles in Sheath - Lit	
21	Fiber Miles in Sheath - Deployed (Lit & Dark)	
	<b>Poles and Underground Conduit</b>	
22	Number of Poles	
23	Underground Conduit- Trench Miles	
24	Underground Conduit- Duct Miles	

This information can be found in Table I.B of the VZ-NE Armis 43-08 report filed with the FCC. [ARMIS Data Retrieval System](#)

<b>S-3. OUTSIDE PLANT STATISTICS - INTEROFFICE</b>		
Line No.	Description (a)	Total at End of Year (b)
1	Miles of Aerial Wire <b>Aerial Cable</b>	
2	Miles of Sheath Copper	
3	Miles of Wire in Cable	
4	Miles of Sheath Fiber	
5	Miles of Fiber in Sheath <b>Underground Cable</b>	
6	Miles of Sheath Copper	
7	Miles of Wire in Cable	
8	Miles of Sheath Fiber	
9	Miles of Fiber in Sheath <b>Buried Cable</b>	
10	Miles of Sheath Copper	
11	Miles of Wire in Cable	
12	Miles of Sheath Fiber	
13	Miles of Fiber in Sheath <b>Submarine Cable</b>	
14	Miles of Sheath Copper	
15	Miles of Wire in Cable	
16	Miles of Sheath Fiber	
17	Miles of Fiber in Sheath <b>Total Distribution/Feeder Cable</b>	
18	Miles of Sheath - Copper	
19	Miles of Sheath - Fiber	
20	Fiber Miles in Sheath - Lit	
21	Fiber Miles in Sheath - Deployed (Lit & Dark)	

**S-4. PENSION COST**

Line No.	Item	Current Year (b)	Previous Year (c)
<b>North Associate Plan</b>			
1	Accumulated Benefit Obligation	\$ 9,244,579,000	\$ 9,698,083,000
2	Projected Benefit Obligation	\$ 9,667,282,000	\$ 10,095,241,000
3	Fair Value of Plan Assets	\$ 7,872,742,000	\$ 7,311,622,000
4	Discount Rate for Settlement of Liabilities	6.00%	5.75%
5	Expected Long-Term Return on Assets	8.50%	8.50%
Net Periodic Pension Cost:			
6	Service Cost	178,213,000	\$ 184,231,000
7	Interest Cost	558,521,000	\$ 559,710,000
8	Return on Plan Assets	(607,940,000)	\$ (546,456,000)
9	Amortization of Transition Amount	-	\$ -
10	Amortization of Prior Service Cost	(9,055,000)	\$ (9,061,000)
11	<b>Total</b>	\$ 119,739,000	\$ 188,424,000
12	Minimum Required Contribution	\$ 123,724,000	\$ 492,035,000
13	Actual Contribution	\$ 584,800,000	\$ 450,000,000
14	Maximum Amount Deductible	\$ 1,618,198,000	\$ 2,529,517,000
15	Benefits Payments	N/A	N/A
16	Pension Cost	\$ 36,261,000	\$ 56,637,000
17	Pension Cost Capitalized	\$ 8,894,823	\$ 14,448,099
18	Accumulated Pension Asset (Liability) at Close of Year	\$ (66,239,013)	\$ (159,571,013)
Number of Company Employees:			
19	Covered and not Covered by Plan		
20	Active	35,035	36,031
21	Retired	59,789	60,537

Note 1: Annuity benefit payments are not available for plans which pay lump sum cashouts.

Note 2: The information provided is on a plan basis and NE participates in the North Associate Plan.

Note 3: Information identified on Line 16 - 18 is for total NE only. Pension cost on Line 16 excludes any SFAS 88 charges.

Note 4: 2007 plan year minimum contribution is due on or before September 15, 2008. \$100,000,000 was contributed in December 2007.

Note 5: 2006 plan year contributions were made in December 2006 (\$450,000,000) and January 2007 (\$484,800,000).

Note 6: Final 2006 plan year minimum contribution shown above is lower than the amount shown last year (\$492,078,000) because it was reduced by interest credits on contributions made during 2006 noted above.

S-4. PENSION COST			
Line No.	Item	Current Year (b)	Previous Year (c)
<b>Management Cash Balance Plan</b>			
1	Accumulated Benefit Obligation	\$ 11,551,192,000	\$ 12,142,362,000
2	Projected Benefit Obligation	\$ 11,551,192,000	\$ 12,142,362,000
3	Fair Value of Plan Assets	\$ 13,288,838,000	\$ 13,126,812,000
4	Discount Rate for Settlement of Liabilities	6.00%	5.75%
5	Expected Long-Term Return on Assets	8.50%	8.50%
	Net Periodic Pension Cost:		
6	Service Cost	\$ 846,000	\$ 78,413,000
7	Interest Cost	\$ 664,502,000	\$ 670,469,000
8	Return on Plan Assets	\$ (1,038,199,000)	\$ (1,070,730,000)
9	Amortization of Transition Amount	\$ -	\$ -
10	Amortization of Prior Service Cost	\$ 308,000	\$ 179,000
11	<b>Total</b>	\$ (372,543,000)	\$ (321,669,000)
12	Minimum Required Contribution	\$ 0	\$ 0
13	Actual Contribution	\$ 0	\$ 0
14	Maximum Amount Deductible	\$ 0	\$ 0
15	Benefits Payments	N/A	N/A
16	Pension Cost	\$ (33,434,000)	\$ (35,039,000)
17	Pension Cost Capitalized	\$ (8,201,360)	\$ (8,938,449)
18	Accumulated Pension Asset (Liability) at Close of Year	\$ 168,456,683	\$ 135,022,683
	Number of Company Employees:		
19	Covered and not Covered by Plan		
20	Active	23,712	26,379
21	Retired	54,698	55,427

Note 1: Annuity benefit payments are not available for plans which pay lump sum cashouts.

Note 2: The information provided is on a plan basis and NE participants in the Management Cash Balance Plan

Note 3: Information identified on Line 16-18 is for total NE only. Pension cost on Line 16 excludes any SFAS 88 charges.

**ANNUAL REPORT**

of

Verizon New England Inc.  
TO THE  
STATE OF NEW HAMPSHIRE  
PUBLIC UTILITIES COMMISSION  
For the year ended December 31,  
2007  
**OATH**

State of

County of ss.

I, the undersigned, Group Manager of Regulatory Accounting  
of the Verizon New England Inc. utility, on my oath do severally say that the foregoing report has  
been prepared, under my direction, from the original books, papers and records of said utility, that I have carefully examined  
the same, and declare the same to be a complete and correct statement of the business and affairs of said utility, in respect to  
each and every matter and thing therein set forth to the best of my knowledge, information and belief; and that the accounts  
and figures contained in the foregoing report embrace all of the financial operations of said utility during the period for which  
said report is made.

**Arthur A. Stank, Jr.** - Group Manager-Regulatory Accounting

Subscribed and sworn to before me this

\_\_\_\_\_ day of \_\_\_\_\_ 2008 \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**RESERVED**

CITIES AND TOWNS IN NEW HAMPSHIRE IN WHICH VERIZON NEW ENGLAND INC.  
CONDUCTS ITS TELEPHONE BUSINESS

Verizon New England Inc.

Year Ended December 31, 2007

Schedule A-5

(Code) (MMYY)  
NETC 1207

Acworth	Dalton	Harts Location	Mont Vernon	Sargents Purchase
Albany	Danbury	Haverhill		Seabrook
Alexandria	Danville	Hebron	Nashua	Second College Grant
Allenstown	Deerfield	Hill	Nelson	Sharon
Alstead	Deering	Hinsdale	New Boston	Shelburne
Alton	Derry	Holderness	Newbury	Somersworth
Amherst	Dixville	Hollis	New Castle	South Hampton
Andover	Dorchester	Hooksett	New Durham	Springfield
Antrim	Dover	Hopkinton	Newfields	Stark
Ashland	Dublin	Hudson	Newington	Stewartstown
Atkinson	Dummer		New Hampton	Stoddard
Auburn	Dunbarton	Jackson	New Ipswich	Strafford
	Durham	Jaffrey	New London	Stratham
		Jefferson	Newmarket	Stratford
Barnstead			Newport	Sugar Hill
Barrington	East Kingston		Newton	Sullivan
Barlett	Easton	Keene	Northfield	Sunapee
Bath	Eaton	Kensington	North Hampton	Surry
Beans's Purchase	Effingham	Kingston	Northumberland	Sutton
Bedford	Ellsworth		Northwood	Swanzey
Belmont	Enfield	Laconia	Nottingham	
Bennington	Epping	Lancaster		Tamworth
Benton	Epsom	Landaff		Temple
Berlin	Errol	Langdon	Orange	Thompson and Meserve
Bethlehem	Exeter	Lebanon	Orford	Purchase
Boscawen		Lee	Ossipee	Thornoton
Bow	Farmington	Lempster		Tilton
Bradford	Fitzwilliam	Lincoln	Pelham	Troy
Brentwood	Franchestown	Lisbon	Pembroke	Tuftenboro
Bridgewater	Franconia	Litchfield	Peterborough	
Bristol	Franklin	Littleton	Piermont	
Brookfield	Freedom	Livermore	Pinkhams Grant	Unity
Brookline	Freemont	Londonderry	Pittsburg	
		Loudon	Pittsfield	Wakefield
Cambridge	Gilford	Lyman	Plainfield	Walpole
Campton	Gilmanton	Lyme	Plastow	Warner
Canaan	Gilsum	Lyndeborough	Plymouth	Warren
Candia	Goffstown		Portsmouth	Washington
Canterbury	Gorham	Madbury		Waterville Valley
Carroll	Goshen	Madison	Randolph	Weare
Center Harbor	Grafton	Manchester	Raymond	Wentworth
Charlestown	Grantham	Marlborough	Richmond	Wentworths Location
Chatham	Greenfield	Marlow	Rindge	Westmoreland
Chester	Greenland	Martins Location	Rochester	Whitefield
Chesterfield	Greens Grant	Mason	Rollinsford	Wilmot
Chichester	Greenville	Meredith	Roxbury	Wilton
Claremont	Groton	Merrimack	Rumney	Winchester
Clarksville		Middleton	Rye	Windham
Colebrook	Hampstead	Milan		Wolfeboro
Columbia	Hampton	Milford	Salem	Woodstock
Concord	Hampton Falls	Milton	Salisbury	
Conway	Hancock	Millsfield	Sanbornton	
Conrith	Hanover	Monroe	Sandown	
Croyden	Harrisville	Moultonborough	Sandwich	

Schedule A-6: Payments to Individuals		
Name		Sum Gross Amt
STATE OF NEW HAMPSHIRE	\$	15,635,801.68
CASS INFORMATION SYSTEMS INC		8,003,026.29
EXECUTIVE DIRECTOR BUREAU		3,732,735.70
VOYAGER FLEET SYSTEMS INC		2,368,112.51
IPC LOUISVILLE PROPERTIES LLC		1,427,622.05
ON TARGET UTILITY SERVICES		1,372,251.74
J C ZAMPELL CONSTRUCTION INC		1,338,294.86
AJILON COMMUNICATIONS LLC		1,185,818.26
NEW HAMPSHIRE ELEC COOP		1,057,254.74
MARELD COMPANY INC		997,228.34
EVERETT E MINK INC		986,588.63
AJILON		966,886.33
NORTHERN TELECOM INC		903,075.00
FUJITSU NETWORK COMMUNICATIONS		898,059.64
VERIZON NETWORK FUNDING		779,387.74
EAST COAST UTILITIES CORP		748,754.81
PAETEC COMMUNICATIONS INC		664,875.13
LEVEL 3 COMMUNICATIONS LLC		640,902.62
RNK INC		621,187.67
PUBLIC SERVICE CO OF NEW HAMPSHIRE		612,693.19
COMCAST PHONE		513,381.64
JCR CONSTRUCTION CO INC		496,887.99
FREEDOM RING COMMUNICATIONS LLC		496,760.47
C & I INVESTMENT ASSOC		492,032.77
PROFESSIONAL TELECONCEPTS GROUP		430,478.74
VERIZON WIRELESS		425,156.02
LUCENT TECHNOLOGIES INC		417,186.08
MASTEC NORTH AMERICA INC		414,880.84
VERIZON NETWORK FUNDING LIGHTSHIP		392,969.12
ATLANTIC MANCHESTER REALTY LLC		353,478.96
PAIR GAIN COMMUNICATIONS INC		351,988.00
VINCENT CONSTRUCTION		349,204.20
VERIZON NETWORK FUNDING-CONVERSENT		322,631.57
NORTHEAST UTILITIES		315,901.75
CONTEL CONSTRUCTION		307,433.71
ALBACADO GREENLAND LIMITED		304,971.96
VERIZON NETWORK FUNDING-CTC COMM		304,539.42
UTILITY CONSULTANTS INC		303,959.50
AT&T CARRIER BILLING		279,072.86
MMSTV ASSOCIATE		277,678.40
ETNA ROAD REALTY TRUST		269,845.05
CITY OF MANCHESTER		265,549.16
MENARD & SONS UNDERGROUND		259,032.64
AJILON COMMUNICATIONS		246,255.55
LANGILLE CONSTRUCTION INC		229,746.89
LEVEL 3 COMMUNICATIONS LLC		222,148.99
AFL NETWORK SERVICES		205,732.00
NEW ENGLAND TRAFFIC CONTROL SERVICES INC		204,647.75
UNITIL ENERGY SYSTEMS INC		202,362.69
ADC TELECOMMUNICATIONS INC		193,965.95
NORTH PACIFIC GROUP INC		193,809.92
NECS		176,875.18
LUCAS TREE EXPERT CO		157,643.29
BROOKS FIBER PROPERTIES		155,548.12
INDUSTRIAL AIR CONDITIONING INC		144,445.00
CITIZENS BANK NH		143,052.23
SBA PROPERTIES INC		139,404.02
CHAMBERLAIN CONSTRUCTION INC		138,175.20
BAYRING COMMUNICATIONS		137,506.83
WORLDCOM		133,958.01
CISCO SYSTEMS INC		132,109.72
HUNTER NORTH ASSOC LLC		129,684.39
CITY OF CONCORD		124,995.99
O'LEARY/VINCUNAS		122,152.12
TELLABS NORTH AMERICA INC		111,162.99
BROWNING FERRIS INDUSTRIES		108,524.00
MANSFIELD OIL COMPANY		105,006.72
GILBANE BUILDING CO		100,763.60
CIENA COMMUNICATIONS INC		99,787.11
TREASURER STATE OF NEW HAMPSHIRE		87,900.00
LACASSE PAVING & CONST CO INC		84,523.06
TYCO ELECTRONICS POWER SYSTEMS		83,404.32
OSTROW ELECTRIC COMPANY		81,315.00
TOWN OF WOLFEBORO		78,849.00
AMERICAN CABLE ASSEMBLIES INC		72,798.13



Schedule A-6: Payments to Individuals	
Name	Sum Gross Amt
ALOMAX TECHNOLOGIES	71,865.00
CENTRAL MAINE POWER CO	66,687.00
CITY OF LEBANON	66,014.00
INNOVATIVE DATA MANAGEMENT	64,381.74
TEL-POWER INC	63,017.26
CITY OF KEENE	57,810.87
TOWN OF WINDHAM	57,295.00
PRECISION VALLEY COMM OF VT LLC	57,290.42
ALCATEL USA MARKETING INC	56,528.35
CITY OF SOMERSWORTH	56,005.00
SMALLEY CONTRACTORS	55,680.00
TELAMON TECHNOLOGIES CORPORATION	55,443.03
US BANK INTERNAL PAYMENTS	53,008.38
PEGAS PCARD - STAPLES NATIONAL ADVANTAGE	51,938.30
CITY OF DOVER	51,096.40
CITY OF NASHUA	50,651.40
CMR CLAIMS MANAGEMENT RESOURCES	46,420.56
NORTHERN VERMONT TRAFFIC CONTROL	46,190.00
CHAMBERLAIN CONSTRUCTION CORP	45,942.00
CITY OF PORTSMOUTH	45,376.20
NED TRAINOR CONSTRUCTION	45,094.40
VERIZON NETWORK FUNDING-BROADVIEW	44,236.04
ROBSON WOESE INC	42,264.91
JACK YOUNG COMPANY INC	40,749.04
PORTA SYSTEMS CORP	40,360.06
HENNIKER DIRECTIONAL DRILLING	39,375.00
CORNING CABLE SYSTEMS LLC	36,955.65
TOWN OF DURHAM	35,889.00
JUNIPER NETWORKS INC	35,031.80
TOWN OF BELMONT	34,978.36
TOWN OF DERRY NH	34,822.45
DAYCO SERVICE INC	34,770.75
SIGMA CONSULTANTS INC	34,052.46
TOWN OF HANOVER	33,896.93
PROCURESTAFF	32,186.22
BROOKCOM CONSULTING	31,899.96
CITY OF LACONIA	31,236.00
TOWN OF LITTLETON COLLECTOR OF TAXES	30,743.90
ROBSON WOESE INC	29,799.44
CONDON ELECTRIC INC	29,590.42
CLARKE DEMAS & BAKER	27,316.44
MCINTIRE COMPANY	27,180.69
MINI MAC MOBILE WASH	27,139.93
EASTCOM ASSOCIATES INC	26,223.25
UNITED STATES CELLULAR	25,918.25
O'LEARY VINCUNAS	25,433.42
INFRA RED BUILDING & POWER SERVICE	24,904.10
S&W SERVICES INC	24,391.30
PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE	23,481.11
TOWN OF LANCASTER	23,219.59
JAMES A KILEY COMPANY	23,150.21
TOWN OF HAMPSTEAD	23,147.50
WASTE MANAGEMENT INC	23,036.19
TOWN OF LONDONDERY	22,884.00
ALL WIRED UP	21,670.00
TECHLINE ENGINEERING INC	21,454.00
SPIRENT COMMUNICATIONS OF ROCKVILLE INC	18,322.57
REDBACK NETWORKS INC	17,500.00
INTERIOR MOVE CONSULTANTS INC	17,420.00
ALTEC INDUSTRIES INC	16,404.98
CHEM AQUA INC	16,125.03
RISER BOND/DIELECTRIC TECH	15,811.34
LEWIS TREE SERVICE INC	15,739.49
CBM OF AMERICA INC	15,464.67
TOWN OF LITTLETON	15,378.00
APPLIED INNOVATIONS INC	14,944.80
ASPLUNDH TREE EXPERT CO	14,933.99
TX TECHNOLOGY	14,666.69
VERSO TECHNOLOGIES INC	14,405.26
JENNIFER BELLANGER	13,800.00
GRAYBAR ELECTRIC CO INC	13,247.33
TOWN OF NEWMARKET	12,642.00
ENERSYS INC	12,618.00
SOUCY ELECTRIC INC	12,490.60
SIMPLEX GRINNELL LP	11,962.68

Schedule A-6: Payments to Individuals	
Name	Sum Gross Amt
TREES INC	11,866.46
PEASE DEVELOPMENT AUTHORITY	11,572.82
RED OAK PROPERTY MANAGEMENT	11,465.00
ROCHESTER POLICE DEPT	11,406.17
JT PACKARD & ASSOCIATES INC	11,391.69
CREATIVE OFFICE PAVILION	11,204.00
PARAGON CONSTRUCTION INC	11,169.34
TOWN OF PETERBOROUGH	11,061.55
TPD CONSTRUCTION	11,044.07
FRONTIER VISION/ADELPHIA	10,775.75
TOWN OF BARTLETT	10,718.00
CITY OF CLAREMONT	10,680.07
ENGINEERS CONSTRUCTION INC	10,494.99
NEWPORT POLICE DEPARTMENT	10,351.42
DENNIS MIRE THE ARCHITECT PA	10,180.75
BRIDGESTONE/FIRESTONE INC	10,161.91
K & J LAROCQUE INC	10,104.00
TOWN OF HAMPTON	10,019.21
CITY OF ROCHESTER	10,002.00

VERIZON NEW ENGLAND INC.  
EMBEDDED COST OF LONG-TERM DEBT  
PERIOD ENDED DECEMBER 31, 2007

	Series (A)	Rate (B)	Issue Date (C)	Maturity Date (D)	Type (E)	Long-term Maturities (F)	Current Maturities (G)	Premium (Discount) (H)	Unamortized Issuance Expense (I)	Net Proceeds (J=F+G+H+I)	YTM Cost Rate (K)	Annual Effective Cost (L=JxK)
1		7.650%	06/15/00	06/15/07	Debenture	\$		\$ (5,907)	\$ 112,039	\$ 106,132	7.807%	\$ 8,286
2		5.875%	04/15/99	04/15/09	"	200,000,000		(197,625)	(167,917)	199,634,458	6.066%	12,109,826
3	A	6.500%	09/15/01	09/15/11	"	1,000,000,000	0	(819,250)	(1,795,067)	997,385,683	6.597%	65,797,534
4	C	4.750%	10/01/03	10/01/13	"	300,000,000	0	(1,554,225)	(809,665)	297,636,110	4.928%	14,667,507
5		7.875%	11/15/89	11/15/29	"	348,965,000	0	0	0	348,965,000	7.962%	27,784,593
6	B	6.043%	12/10/07	12/10/12	Affiliate Note	480,000,000	0	0	0	480,000,000	6.043%	29,004,000
7		5.855%	01/30/04 (1)	01/30/09	Affiliate Note	220,000,000	0	0	0	220,000,000	5.855%	12,881,000
		5.540%	06/15/07	06/15/10	Affiliate Note	125,000,000	0	0	0	125,000,000	4.928%	6,160,000
8		6.500%	08/21/01	09/15/11	Accumulated Derivatives	32,769,061	0	0	0	32,769,061	6.500%	2,129,989
9		12.930%	12/01/03 (2)	09/01/11	Capital Lease	1,785,250	401,642	0	0	2,186,892	12.930%	282,765
10		12.930%		(2)	Capital Leases	6,417,288	1,532,387	0	0	7,949,675	12.930%	1,027,893
11		6.375%		09/01/08	Refinanced Debt	0		0	0	0	-	81,830
12		7.875%		09/01/22	"	0	0	0	0	0	-	229,113
13		6.875%		10/01/23	"	0	0	0	0	0	-	518,676
14		9.000%		10/01/23	"	0	0	(1,747,353)	(13,748,731)	(15,496,084)	-	983,878
15		12.125%		01/31/25	"	0	0	(760,960)	(7,082,340)	(7,843,300)	-	459,120
16		12.125%		11/15/29	"	0	0	(784,169)	(8,270,247)	(9,054,417)	-	410,012
17		9.000%		08/01/31	"	0	0	0	0	0	-	219,514
Total						\$ 2,714,936,598	\$ 1,934,029	\$ (5,869,490)	\$ (31,761,928)	\$ 2,679,239,209	6.523%	\$ 174,755,536

(1) Floating interest rate.

(2) Capital lease obligations - average rate 19.36% and 6.5%